

2547

**VERMILION PARISH POLICE JURY**  
Abbeville, Louisiana

**Financial Report**

Year Ended December 31, 2007

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date

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## INDEPENDENT AUDITORS' REPORT

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To the Members of the Police Jury  
Vermilion Parish  
Abbeville, Louisiana

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Vermilion Parish Police Jury, as of and for the year ended December 31, 2007, which collectively comprise the Police Jury's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Police Jury's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

The financial statements do not include financial data for some of the Police Jury's legally separate component units. Accounting principles generally accepted in the United States of America require the financial data for those component units to be reported with the financial data of the Police Jury's primary government unless the Police Jury also issues financial statements for the financial reporting entity that include the financial data for its component units. The Police Jury has not issued such reporting entity financial statements. The effects of the omission of these governmental agencies on assets, liabilities and fund equity at December 31, 2007 and the excess of revenues over expenditures for the year then ended on the financial statements cannot be determined.

In our opinion, because of the omission of the discretely presented component units, as discussed above, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the aggregate discretely presented component units of the Vermilion Parish Police Jury, as of December 31, 2007, or the changes in financial position thereof for the year then ended.

In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Vermillion Parish Police Jury, as of December 31, 2007, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued a report dated April 23, 2008 on our consideration of the Vermillion Parish Police Jury's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

The required supplementary information, on pages 46 through 51, is not a required part of the basic financial statements, but is supplementary information required by accounting principles generally accepted in the U.S. of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

The Vermillion Parish Police Jury has not presented management's discussion and analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be part of, the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Vermillion Parish Police Jury's basic financial statements. The other supplementary information on pages 54 through 70 is presented for purposes of additional analysis and is not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards (page 76) is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the financial statements of the Vermillion Parish Police Jury. Such information, except for that portion marked "unaudited" on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

***Kolder, Champagne, Slaven & Company, LLC***  
Certified Public Accountants

Abbeville, Louisiana  
April 23, 2008

## **BASIC FINANCIAL STATEMENTS**

**GOVERNMENT-WIDE  
FINANCIAL STATEMENTS (GWFS)**

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Statement of Net Assets  
December 31, 2007

	Primary Government Governmental Activities	Component Units Criminal Court Fund	Tourist Commission
<b>ASSETS</b>			
Current assets:			
Cash and interest-bearing deposits	\$ 3,483,167	\$ 74,412	\$ 117,829
Investments	46,768,036	-	81,495
Receivables, net	615,916	-	1,315
Due from component unit	630	-	-
Due from other governmental units	7,835,803	18,967	37,497
Bond issue cost, net	30,023	-	-
Prepaid expenses	21,746	-	-
Total current assets	<u>58,755,321</u>	<u>93,379</u>	<u>238,136</u>
Noncurrent assets:			
Capital assets, net	<u>73,012,169</u>	<u>-</u>	<u>-</u>
Total assets	<u>131,767,490</u>	<u>93,379</u>	<u>238,136</u>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts and other payables	1,115,791	13,086	8,324
Contracts payable	458,150	-	-
Retainage payable	170,527	-	-
Due to primary government	-	630	-
Deferred revenue	308,156	-	-
Short-term debt payable	1,300,000	-	-
Accrued interest payable	104,793	-	-
Total current liabilities	<u>3,457,417</u>	<u>13,716</u>	<u>8,324</u>
Noncurrent liabilities:			
Long-term debt payable	8,044,325	-	-
Landfill postclosure costs	2,594,270	-	-
Total noncurrent liabilities	<u>10,638,595</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>14,096,012</u>	<u>13,716</u>	<u>8,324</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	63,563,051	-	-
Restricted for:			
Debt service	1,195,937	-	-
Other purposes	30,954,678	-	-
Unrestricted	<u>21,957,812</u>	<u>79,663</u>	<u>229,812</u>
Total net assets	<u>\$117,671,478</u>	<u>\$ 79,663</u>	<u>\$ 229,812</u>

The accompanying notes are an integral part of the basic financial statements.



VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Statement of Activities  
For the Year Ended December 31, 2007

Activities	Expenses	Program Revenues			Net (Expense) Revenues and Changes in Net Assets		
		Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Governmental Activities	Criminal Court Fund	Tourist Commission
<b>Primary government:</b>							
Governmental activities:							
General government	\$ 3,060,184	\$ 1,055	\$ 111,250	\$ 1,350,680	\$ (1,597,199)	\$ -	\$ -
Public works	7,748,183	-	6,512,628	-	(1,235,555)	-	-
Public safety	2,883,739	610,306	44,450	216,723	(2,012,260)	-	-
Sanitation and waste disposal	5,508,175	529,182	-	-	(4,978,993)	-	-
Health and welfare	1,582,742	29,968	128,931	-	(1,423,843)	-	-
Economic development	46,888	-	-	-	(46,888)	-	-
Culture and recreation	102,565	-	-	-	(102,565)	-	-
Interest on long-term debt	367,844	-	-	-	(367,844)	-	-
Total governmental activities	<u>\$ 21,300,320</u>	<u>\$ 1,170,511</u>	<u>\$ 6,797,259</u>	<u>\$ 1,567,403</u>	<u>\$ (11,765,147)</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Component units:</b>							
Criminal Court Fund	\$ 709,396	\$ 332,379	\$ 114,572	\$ -	\$ -	\$ (262,445)	\$ -
Tourist Commission	<u>116,509</u>	<u>-</u>	<u>38,418</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(78,091)</u>
Total component units	<u>\$ 825,905</u>	<u>\$ 332,379</u>	<u>\$ 152,990</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (262,445)</u>	<u>\$ (78,091)</u>
General revenues:							
Taxes -							
Property taxes, levied for general purposes					3,848,561	-	-
Property taxes, levied for debt service					538,327	-	-
Sales and use taxes, levied for general purposes					12,279,297	-	137,118
Severance tax					855,404	-	-
Franchise tax					17,181	-	-
Beer taxes					8,814	-	-
Grants and contributions not restricted to specific programs -							
State revenue sharing					353,643	-	-
Fire insurance rebate					189,910	-	-
Occupational licenses and other permits					429,058	-	-
Interest and investment earnings					2,443,365	2,120	3,179
Miscellaneous					300,302	458	3,419
Gain on sale of capital assets					13,165	-	-
Appropriation to Vermillion Parish Waterworks District No. 1					(519,258)	-	-
Transfers					(300,000)	-	-
Total general revenues and transfers					<u>20,457,769</u>	<u>300,000</u>	<u>-</u>
Change in net assets						<u>302,578</u>	<u>143,716</u>
Net assets - January 1, 2007						<u>40,133</u>	<u>65,625</u>
Prior period adjustments						<u>39,530</u>	<u>164,187</u>
Net assets - December 31, 2007						<u>\$ 79,663</u>	<u>\$ 229,812</u>
The accompanying notes are an integral part of the basic financial statements.							

**FUND FINANCIAL STATEMENTS (FFS)**

## **MAJOR FUND DESCRIPTIONS**

### **General Fund**

The General Fund is used to account for resources traditionally associated with governments which are not required to be accounted for in another fund.

### **Special Revenue Funds**

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

#### **1976 Sales Tax Fund**

To account for funds derived from a 1976 one-half cent sales and use tax dedicated for the maintenance of solid waste disposal, fire protection, mosquito control and public works facilities.

#### **1978 Sales Tax Fund**

To account for funds derived from a 1978 special one-half cent sales and use tax dedicated for the maintenance of law enforcement facilities, health unit facilities, cooperative extension service facilities, other public buildings and public roads.

#### **1994 Sales Tax Fund**

To account for funds derived from a 1994 special one-half cent sales and use tax dedicated for the construction, acquisition, improvement, maintenance and operation of solid waste collection and disposal facilities.

#### **Royalty Road Fund**

To account for funds received from the State of Louisiana Royalty Road Fund. These funds are derived from one-tenth of the royalties from mineral leases on state owned lands where production occurred. Expenditures may be made for any lawful purpose.

#### **Parishwide Public Improvement Maintenance Fund**

To account for expenditures in connection with maintenance and upkeep of parish roads, bridges, and ferries. Major means of financing is provided by ad valorem taxes, state revenue sharing, the State of Louisiana Parish Transportation fund and transfers from other revenue sources of the Police Jury.

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Balance Sheet  
Governmental Funds  
December 31, 2007

	General	1976 Sales Tax Fund	1978 Sales Tax Fund	1994 Sales Tax Fund
<b>ASSETS</b>				
Cash and interest-bearing deposits	\$ 409,483	\$ 375,952	\$ 317,931	\$ 552,203
Investments	220,178	13,000,000	7,868,359	6,700,000
Accounts receivable	-	-	-	16,940
Ad valorem tax receivable, net	45,187	-	-	-
Accrued interest receivable	-	61,710	28,141	109,331
Due from other funds	168	-	-	-
Due from component unit	111	-	-	-
Due from other governmental units	851,163	751,401	751,401	751,401
Other receivables	16,484	-	-	-
Prepaid expenses	-	1,345	-	13,759
Total assets	<u>\$ 1,542,774</u>	<u>\$ 14,190,408</u>	<u>\$ 8,965,832</u>	<u>\$ 8,143,634</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 193,698	\$ 9,309	\$ 15,543	\$ 161,970
Contracts payable	-	-	9,800	-
Retainage payable	-	-	-	-
Accrued liabilities	8,556	11,531	1,378	36,558
Due to other funds	16,382	3,499	852	67,850
Other liabilities	238,117	-	-	-
Deferred revenue	281,250	-	-	26,906
Total liabilities	<u>738,003</u>	<u>24,339</u>	<u>27,573</u>	<u>293,284</u>
Fund balances -				
Reserved for debt service	-	-	-	-
Unreserved, undesignated	804,771	14,166,069	8,938,259	7,850,350
Total fund balances	<u>804,771</u>	<u>14,166,069</u>	<u>8,938,259</u>	<u>7,850,350</u>
Total liabilities and fund balances	<u>\$ 1,542,774</u>	<u>\$ 14,190,408</u>	<u>\$ 8,965,832</u>	<u>\$ 8,143,634</u>

The accompanying notes are an integral part of the basic financial statements.

Royalty Road Fund	Parishwide Public Improvement Maintenance Fund	Other Governmental Funds	Total (Memorandum Only)
\$ 865,924	\$ 187,944	\$ 773,730	\$ 3,483,167
11,268,130	1,868,846	5,842,523	46,768,036
-	-	86,350	103,290
-	42,060	141,247	228,494
36,094	-	13,123	248,399
84,830	41,301	63	126,362
519	-	-	630
1,008,003	851,057	2,871,377	7,835,803
-	9,249	10,000	35,733
-	6,141	501	21,746
<u>\$ 13,263,500</u>	<u>\$ 3,006,598</u>	<u>\$ 9,738,914</u>	<u>\$ 58,851,660</u>
\$ 1,176	\$ 148,503	\$ 211,700	\$ 741,899
-	255,302	193,048	458,150
-	145,740	24,787	170,527
-	27,991	49,761	135,775
-	37,299	480	126,362
-	-	-	238,117
-	-	-	308,156
<u>1,176</u>	<u>614,835</u>	<u>479,776</u>	<u>2,178,986</u>
-	-	1,195,937	1,195,937
<u>13,262,324</u>	<u>2,391,763</u>	<u>8,063,201</u>	<u>55,476,737</u>
<u>13,262,324</u>	<u>2,391,763</u>	<u>9,259,138</u>	<u>56,672,674</u>
<u>\$ 13,263,500</u>	<u>\$ 3,006,598</u>	<u>\$ 9,738,914</u>	<u>\$ 58,851,660</u>

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Reconciliation of the Governmental Funds Balance Sheet  
to the Statement of Net Assets  
December 31, 2007

Total fund balances for governmental funds at December 31, 2007		\$ 56,672,674
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Those assets consist of:		
Police Jury:		
Land and construction in progress	5,398,318	
Buildings and improvements, net of \$8,379,111 accumulated depreciation	3,879,195	
Furniture and equipment, net of \$8,759,876 accumulated depreciation	7,261,319	
Infrastructure, net of \$69,622,886 accumulated depreciation	<u>56,473,337</u>	73,012,169
Long-term liabilities at December 31, 2007:		
Bonds payable	(9,344,325)	
Landfill postclosure cost	(2,594,270)	
Accrued interest payable	<u>(104,793)</u>	(12,043,388)
Bond issue costs which are reported as expenditures in the year incurred in the governmental funds are deferred and amortized in the statement of activities. Those costs consist of:		
Bond issue costs, net of \$64,760 accumulated amortization		<u>30,023</u>
Net assets at December 31, 2007		<u>\$ 117,671,478</u>

The accompanying notes are an integral part of the basic financial statements.

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Statement of Revenues, Expenditures, and Changes in Fund Balances-  
Governmental Funds  
For the Year Ended December 31, 2007

	General	1976 Sales Tax Fund	1978 Sales Tax Fund	1994 Sales Tax Fund
Revenues:				
Taxes -				
Ad valorem	\$ 849,674	\$ -	\$ -	\$ -
Sales and use	-	4,093,099	4,093,099	4,093,099
Licenses and permits	414,358	-	-	14,700
Intergovernmental revenues -				
Federal grants	188,979	232,618	-	95,552
State funds -				
State revenue sharing	106,161	-	-	-
Other	1,242,560	-	-	-
Fees, charges and commissions	200,372	-	-	529,182
Interest income	13,167	632,027	395,003	428,606
Miscellaneous	150,173	16,059	-	2,900
Total revenues	<u>3,165,444</u>	<u>4,973,803</u>	<u>4,488,102</u>	<u>5,164,039</u>
Expenditures:				
Current -				
General government:				
Legislative	257,172	-	-	-
Judicial	857,736	-	-	-
Elections	82,884	-	-	-
Finance and administration	494,989	54,664	44,980	44,980
Other	695,256	13,951	-	-
Public works	150,675	187,752	-	-
Public safety	916,576	359,347	397,029	-
Sanitation, sewerage, and waste disposal	-	-	-	5,210,881
Health and welfare	188,226	844,708	-	-
Economic development and assistance	46,888	-	-	-
Culture and recreation	272	-	95,209	-
Capital outlay	106,168	562,623	82,371	1,754,572
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	<u>3,796,842</u>	<u>2,023,045</u>	<u>619,589</u>	<u>7,010,433</u>
Excess (deficiency) of revenues over expenditures	<u>(631,398)</u>	<u>2,950,758</u>	<u>3,868,513</u>	<u>(1,846,394)</u>
Other financing sources (uses):				
Proceeds from issuance of debt	-	-	-	-
Proceeds from sale of assets	1,642	4,510	800	59,670
Transfers in	1,460,000	-	-	1,100,000
Transfers out - component unit	(300,000)	-	-	-
Transfers out	(290,367)	(1,100,000)	(2,460,000)	(484,151)
Total other financing sources (uses)	<u>871,275</u>	<u>(1,095,490)</u>	<u>(2,459,200)</u>	<u>675,519</u>
Net change in fund balances	239,877	1,855,268	1,409,313	(1,170,875)
Fund balance, beginning	564,894	12,310,801	7,528,946	9,021,225
Prior period adjustment	-	-	-	-
Fund balances, ending	<u>\$ 804,771</u>	<u>\$ 14,166,069</u>	<u>\$ 8,938,259</u>	<u>\$ 7,850,350</u>

The accompanying notes are an integral part of the basic financial statements.

Royalty Road Fund	Parishwide Public Improvement Maintenance Fund	Other Governmental Funds	Total (Memorandum Only)
\$ -	\$ 799,535	\$ 2,737,679	\$ 4,386,888
-	-	-	12,279,297
-	-	-	429,058
-	22,975	1,749,144	2,289,268
-	85,321	162,161	353,643
5,318,229	568,734	-	7,129,523
-	-	640,274	1,369,828
524,288	107,208	343,066	2,443,365
32,732	74,123	24,315	300,302
<u>5,875,249</u>	<u>1,657,896</u>	<u>5,656,639</u>	<u>30,981,172</u>
-	-	-	257,172
-	-	-	857,736
-	-	-	82,884
-	74,560	205,022	919,195
-	-	-	709,207
15,301	3,498,210	630,363	4,482,301
-	-	898,307	2,571,259
-	-	-	5,210,881
-	-	518,644	1,551,578
-	-	-	46,888
-	-	-	95,481
69,697	3,958,420	2,060,033	8,593,884
-	-	1,420,000	1,420,000
-	-	318,816	318,816
<u>84,998</u>	<u>7,531,190</u>	<u>6,051,185</u>	<u>27,117,282</u>
<u>5,790,251</u>	<u>(5,873,294)</u>	<u>(394,546)</u>	<u>3,863,890</u>
-	4,000,000	-	4,000,000
-	117,595	-	184,217
128	3,363,860	835,712	6,759,700
-	-	-	(300,000)
<u>(1,401,870)</u>	<u>(218,010)</u>	<u>(805,302)</u>	<u>(6,759,700)</u>
<u>(1,401,742)</u>	<u>7,263,445</u>	<u>30,410</u>	<u>3,884,217</u>
4,388,509	1,390,151	(364,136)	7,748,107
8,873,815	1,001,612	10,971,426	50,272,719
-	-	(1,348,152)	(1,348,152)
<u>\$ 13,262,324</u>	<u>\$ 2,391,763</u>	<u>\$ 9,259,138</u>	<u>\$ 56,672,674</u>



VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Reconciliation of the Statement of Revenues, Expenditures, and  
Changes in Fund Balances of Governmental Funds  
to the Statement of Activities  
For the Year Ended December 31, 2007

Total net changes in fund balances at December 31, 2007 per Statement of Revenues, Expenditures and Changes in Fund Balances	\$ 7,748,107
---	--------------

The change in net assets reported for governmental activities in the Statement of Activities is different because:

Governmental funds report capital outlay as expenditures. However, in the Statement of Activities, the costs of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay which is considered expenditures on the Statement of Revenues, Expenditures, and Changes in Fund Balances	8,593,884	
Depreciation expense for the year ended December 31, 2007	<u>(4,517,329)</u>	4,076,555

The proceeds of debt issuance provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Assets. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. This amount is the net effect of these differences in the treatment of long-term debt and related items.	(2,580,000)
---	-------------

Governmental funds report the effect of issuance cost, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. Bond issue costs amortized	(12,791)
---	----------

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore, are not reported as expenditures in the governmental funds. These expenditures consist of:

Decrease in landfill postclosure costs	187,298	
Decrease in accrued interest payable	<u>(36,237)</u>	151,061

The net effect of various transactions involving capital assets (i.e., sales, trade-ins, and appropriations) is to decrease net assets.	<u>(690,310)</u>
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Total changes in net assets at December 31, 2007 per Statement of Activities	<u>\$ 8,692,622</u>
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The accompanying notes are an integral part of the basic financial statements.

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements

(1) Summary of Significant Accounting Policies

The accompanying financial statements of the Vermilion Parish Police Jury (Police Jury) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. In the government-wide financial statements, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions on or before November 30, 1989, have been applied unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this note.

The land area of Vermilion Parish is 1173.9 square miles and has a population of 53,807 people. The Police Jury currently employs approximately 271 people.

Louisiana Revised Statute 33:1236 gives the Police Jury various powers in regulating and directing the affairs of the parish and its inhabitants. The more notable of those are the power to make regulations for its own government; to regulate the construction and maintenance of roads, bridges, and drainage systems; to regulate the sale of alcoholic beverages; and to provide for the health and welfare of the poor, disadvantaged and unemployed in the parish. Funding to accomplish these tasks is provided by ad valorem taxes, sales and use tax, beer and alcoholic beverage permits, occupational license, state revenue sharing and various other state and federal grants.

A. Financial Reporting Entity

The financial reporting entity should consist of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statement to be misleading or incomplete. These financial statements include the primary government and two component units as follows:

Primary government:

Vermilion Parish Police Jury is the governing authority for Vermilion Parish and is a political subdivision of the State of Louisiana. The Police Jury is governed by 14 jurors representing the various districts within the parish. The jurors serve four-year terms that expire when the first meeting is held in January of 2012.

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Individual component units:

Blended component unit -

Communication District – The voters of Vermilion Parish approved the establishment of a 911 Communication District in 1993. The District is funded primarily by fees added to customers' telephone bills. The Police Jury is currently the commissioner of the District. Although it is legally separate from the Police Jury, the District is reported as if it were part of the primary government because its governing body is the same as the governing body of the Police Jury.

Discretely presented component units -

The component unit column in the combined financial statements includes the financial data of some of the Police Jury's component units. They are reported in a separate column to emphasize that they are legally separate from the Police Jury. Other political subdivisions, as detailed below, which would be required to be included, based on current standards, issue separate financial statements, which have not been included in these financial statements, and can be obtained from the individual entities. Those entities are as follows:

Consolidated Gravity Drainage District No. 1  
Consolidated Gravity Drainage District No. 2-A  
Coulee Baton Gravity Drainage District No. 1  
Coulee Des Jone Gravity Drainage District  
Coulee Kinney Gravity Drainage District  
Gravity Drainage District No. 2  
Gueydan Sub-Drainage District No. 5  
Isle Maronne Gravity Drainage District No. 1  
Prairie Gregg Gravity Drainage District No. 2  
Seventh Ward Gravity Drainage District No. 2  
South Bayou Tigre Gravity Drainage District  
Waterworks District No. 1  
Pecan Island Waterworks District No. 3  
Parish Library

The component unit column in the Statement of Net Assets and Statement of Activities includes the financial data of two of the Police Jury's component units. The component units are reported in a separate column to emphasize that it is legally separate from the Police Jury and is described below:

- Fifteenth Judicial District Criminal Court - The Criminal Court Fund accounts for the operations of the district court. Funding is provided by fines, forfeits and transfers from the Police Jury. Due to the nature and significance of the relationship between the district court and the Police Jury, the court is considered a component unit.

- Vermilion Parish Tourist Commission - The Vermilion Parish Tourist Commission was established in 1992 to encourage the development of tourism in Vermilion Parish. There are presently nine commission members who are all

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

appointed by the Police Jury. The primary source of revenue is a 5% hotel/motel tax levied upon the occupancy of hotel and motel rooms and overnight camping facilities. Of the 5% hotel/motel tax 2% shall be dedicated for youth athletic programs throughout the parish, distributed based upon the number of youth participating in athletic programs on a per capita basis, and shall be used to purchase insurance, uniforms, and athletic equipment and supplies.

Other political subdivisions, which would be required to be included, based on current standards, issue separate financial statements, which have not been included in these financial statements. The exclusion of these component units is a departure from generally accepted accounting principals.

In addition, numerous other authorities and governmental entities established within Vermilion Parish have been excluded because control and/or financial responsibility by the Police Jury is considered remote or due to the fact that such entities are governed by separately elected governmental officials. In particular, the three hospital districts in the Parish are considered fiscally independent special purpose governments as they meet the requirements specified in Governmental Accounting Standard Board Statement No. 14. Those requirements are that they have the authority to (1) determine their budget without the Police Jury being able to approve or modify it; (2) levy taxes or set rates or charges without approval by the Police Jury; and (3) issue bonded debt without the approval of the Police Jury, other than ministerial or compliance approval.

B. Basis of Presentation

Government-Wide Financial Statements (GWFS)

The statement of net assets and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. The Police Jury has no business-type activities. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the Police Jury's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Fund Financial Statements

The accounts of the Police Jury are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a separate set of self-balancing accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The Police Jury maintains only one fund. It is categorized as a governmental fund. The emphasis on fund financial statements is on major governmental funds, each displayed in a separate column. A fund is considered major if it is the primary operating fund of the Police Jury or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The major funds of the Police Jury are described below:

Governmental Funds -

General Fund -

The General Fund is the general operating fund of the Police Jury. It is used to account for all financial resources except those required to be accounted for in another fund.

1976 Sales Tax Fund -

The 1976 Sales Tax Fund is used to account for funds derived from a 1976 special one-half cent sales and use tax dedicated for the maintenance of solid waste disposal, fire protection, mosquito control and public works facilities.

1978 Sales Tax Fund -

The 1978 Sales Tax Fund is used to account for funds derived from a 1978 special one-half cent sales and use tax dedicated for the maintenance of law enforcement facilities, health unit facilities, cooperative extension service facilities, other public buildings and public roads.

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

1994 Sales Tax Fund -

The 1994 Sales Tax Fund is used to account for funds derived from a 1994 special one-half cent sales and use tax dedicated for the construction, acquisition, improvements, maintenance and operation of solid waste collection and disposal facilities.

Royalty Road Fund -

Royalty Road Fund is used to account for funds received from the State of Louisiana Royalty Road Fund. These funds are derived from one-tenth of the royalties from mineral leases on state owned lands where production occurred. Expenditures may be made for any lawful purpose.

Parish-wide Public Improvement Maintenance Fund -

The Parish-wide Public Improvement Maintenance Fund is used to account for expenditures in connection with maintenance and upkeep of parish roads, bridges, and ferries. Major means of financing is provided by ad valorem taxes, state revenue sharing, the State of Louisiana Parish Transportation fund and transfers from other revenue sources of the Police Jury.

Additionally, the Police Jury reports the following fund types:

Special Revenue Funds

Special revenue funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. These funds account for the revenues and expenditures related to federal, state and local grant and entitlement programs.

Debt Service Funds

Debt service funds, established to meet requirements of bond ordinances, are used to account for the accumulation of resources for and the payment of general long-term debt principal, interest, and related costs.

Capital Projects Funds

Capital projects funds account for financial resources received and used to acquire, construct, or improve capital facilities not reported in other governmental funds.

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

C. Measurement Focus/Basis of Accounting

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide statement of net assets and the statement of activities, governmental activities are presented using the economic resources measurement focus as defined in item b. below. In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate:

- a. All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable *financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.*
- b. The government-wide financial statement utilizes an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Government-wide fund equity is classified as net assets.

Basis of Accounting

In the government-wide statement of net assets and statement of activities, governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures (including capital outlay) generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

When both restricted and unrestricted resources are available for use, it is the Police Jury's policy to use restricted resources first, then unrestricted resources as they are needed.

Program revenues

Program revenues included in the Statement of Activities are derived directly from the program itself or from parties outside the Police Jury's taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the Police Jury's general revenues.

Allocation of indirect expenses

The Police Jury reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses of other functions are not allocated to those functions, but are reported separately in the Statement of Activities. Depreciation expense is specifically identified by function and is included in the direct expense of each function. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

Revenues

Federal and state entitlements (unrestricted grants-in-aid, which include state revenue sharing) are recorded when available and measurable. Expenditure-driven federal and state grants, which are restricted as to the purpose of the expenditure, are recorded when the reimbursable expenditures have been incurred.

Ad valorem taxes are recorded in the year taxes are due and payable. Ad valorem taxes are assessed in November, by the Parish Assessor, based on the assessed value and become due on November 15 of each year. The taxes become delinquent on January 1. An enforceable lien attaches to the property as of January 1. The taxes are generally collected in December, January, and February of the fiscal year. Property tax revenues are accrued at fiscal year-end to the extent that they have been collected but not received by the Vermilion Parish Tax Collector's Office. Such amounts are measurable and available to finance current operations.



VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Interest income on interest-bearing deposits is recorded or accrued as revenues when earned. Substantially all other revenues are recorded when received.

*Expenditures*

The Police Jury's primary expenditures include salaries and insurance, which are recorded when the liability is incurred. Capital expenditures and purchases of various operating supplies are regarded as expenditures at the time purchased.

*Other Financing Sources (Uses)*

Transfers between funds that are not expected to be repaid are accounted for as other financing sources (uses) when the transfer is authorized by the members of the Police Jury.

D. Assets, Liabilities and Equity

*Cash, interest-bearing deposits, and investments*

For purposes of the statement of net assets, cash and interest-bearing deposits include all demand accounts, savings accounts, and certificates of deposits of the Police Jury.

Under state law, the Police Jury may invest in United States bonds, treasury notes, or certificates. Investments are short term deposits and are stated at cost.

*Interfund receivables and payables*

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as "due to and from other funds." Short-term interfund loans are reported as "interfund receivables and payables."

Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net assets.

*Receivables*

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include ad valorem and sales and use taxes.

*Capital Assets*

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the governmental activities column in the government-wide financial statements. Capital assets are capitalized at historical cost or estimated cost

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

if historical is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The Police Jury maintains a threshold level of \$5,000 or more for capitalizing capital assets.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Prior to January 1, 2003, governmental funds' infrastructure assets were not capitalized. These assets have been valued at estimated historical cost.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net assets. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings and building improvements	40 years
Furniture and equipment	5 years
Library books	6 years
Infrastructure	40-50 years

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

#### Long-term debt

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term debt to be repaid from governmental resources is reported as liabilities in the government-wide statements. The long-term debt consists primarily of the bonds payable and certificates of indebtedness.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures.

#### Compensated Absences

Employees of the Police Jury hired before January 1, 1998 earn from one to four weeks of vacation leave each year, depending on length of service. Vacation leave can accumulate and carryover up to four weeks of unused time. Upon termination, employees are paid for any unused vacation leave accrued during the year.

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Employees of the Police Jury hired after January 1, 1998 earn up to a maximum of 2 weeks each year, depending on length of service. Vacation leave cannot be carried over and must be used during the year. However, upon termination, employees are paid for any unused vacation leave accrued during the year.

Employees of the Police Jury accrue one day of sick leave each month. A total of 148 days can be accumulated. Upon termination, employees are paid for any unused sick leave. However, if an employee leaves under their own free will, all accumulated sick leave lapses.

Due to uncertainty of actual amounts which will be paid for vacation and sick leave, no accruals have been made at December 31, 2007 for such absences.

Equity Classifications

In the government-wide statements, equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. At December 31, 2007, the Police Jury reported \$32,150,615 of restricted net assets, of which \$30,954,678 is restricted by enabling legislation.
- c. Unrestricted net assets – All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

In the fund statements, governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved, with unreserved further split between designated and undesignated.

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

E. Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation; is not employed by the Police Jury as an extension of formal budgetary integration in the funds.

F. Revenue Restrictions

The Police Jury has various restrictions placed over certain revenue sources from state or local requirements. The primary restricted revenue sources include:

<u>Revenue Source</u>	<u>Legal Restrictions of Use</u>
Ad valorem taxes	See Note 2
Sales taxes	See Note 3

The Police Jury uses unrestricted resources only when restricted resources are fully depleted.

G. Capitalization of Interest Expense

It is the policy of the Police Jury to capitalize material amounts of interest resulting from borrowings in the course of the construction of capital assets. At December 31, 2007, there were no borrowings for assets under construction and no capitalized interest expense was recorded on the books.

H. Budget and Budgetary Accounting

The Police Jury follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to December 15, the Treasurer prepares a proposed operating budget which is submitted to the budget committee who in turn submits the proposed budget to the Members of the Police Jury no later than fifteen days prior to the beginning of each fiscal year.
2. A summary of the proposed budget is published and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.
3. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
4. After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

adopted through passage of a resolution prior to the commencement of the fiscal year for which the budget is being adopted.

5. Budgetary amendments involving the transfer of funds from one department, program or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated require the approval of the Members of the Police Jury.
6. All budgetary appropriations lapse at the end of each fiscal year.
7. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted or as amended by the Police Jury. Such amendments were not material in relation to the original appropriations.

I. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

(2) Ad Valorem Taxes

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are assessed on a calendar year basis, become due on November 15 of each year and become delinquent on January 1 of the following year. The taxes are based on assessed values determined by the Tax Assessor of Vermilion Parish and are collected by the Sheriff. The taxes are remitted to the Police Jury net of deductions for Pension Fund contributions.

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

For the year ended December 31, 2007, taxes of 76.76 mills were levied on property with assessed valuations totaling \$1,526,410,390 and were dedicated as follows:

Parish wide taxes:

Parish tax (except Abbeville and Kaplan)	3.84 mills
Parish tax (Abbeville and Kaplan)	1.92 mills
Parishwide public improvement	3.26 mills
Health unit	2.61 mills
Library Bonds	2.20 mills

District taxes:

Road District No. 1 - Maintenance	5.72 mills
Sub Road District No. 1 of 2 - Maintenance	5.06 mills
Sub Road District No. 2 of 2 - Maintenance	6.43 mills
Sub Road District No. 3 of 2 - Maintenance	4.98 mills
Sub Road District No. 4 of 2 - Maintenance	8.38 mills
Sub Road District No. 5 of 2 - Maintenance	5.85 mills
Road District No. 3 - Maintenance	5.63 mills
Road District No. 4-A - Maintenance	6.93 mills
Road District No. 6	6.27 mills
Road District No. 7	6.68 mills
Ward 8 Cemetery	<u>1.00</u> mills

Total	<u>76.76</u> mills
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Total taxes levied were \$4,469,756. Taxes receivable at December 31, 2007 were \$4,162,088 of which \$3,710,108 was due from Vermillion Parish Sheriff Department (See Note 6) and the allowance for uncollectibles was \$223,488.

(3) Sales and Use Tax

The Police Jury has levied three one-half cent sales and use taxes in the years 1976, 1978, and 1994. The taxes are collected by the Vermillion Parish School Board and are remitted to the Police Jury monthly, net of any collection expenses. The proceeds of these taxes, as well as other designated funds are dedicated as follows:

1976 one-half cent sales and use tax

For year ended December 31, 2007, proceeds of this tax totaled \$4,093,099 and are dedicated for the purpose of constructing, acquiring, improving and/or maintaining garbage and waste disposal facilities; constructing, acquiring, improving and/or maintaining mosquito control and abatement facilities; and purchasing and acquiring the necessary land, equipment and furnishing for any of the aforesaid public works improvements and facilities; or for any one or more of said purposes.

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

1978 one-half cent sales and use tax

For year ended December 31, 2007, proceeds of this tax totaled \$4,093,099 and are dedicated for the purpose of providing additional revenues for constructing, operating, improving and maintaining public buildings and structures, including, but not limited to, public buildings for the housing of the Parish jail and law enforcement facilities, health unit facilities, Cooperative Extension Service facilities; and constructing, improving and maintaining the road system of the Parish.

1994 one-half cent sales and use tax

For year ended December 31, 2007, proceeds of this tax totaled \$4,093,099 and are dedicated for the purpose of supplementing other sales tax revenues being collected in the Parish; and constructing, acquiring, improving, maintaining and operating solid waste collection and disposal facilities in the Parish, including the cost of a recycling program.

(4) Cash, Interest-Bearing Deposits and Investments

A. Cash and Interest-bearing Deposits

Under state law, the Police Jury may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The Police Jury may invest in certificates and time deposits of the state banks organized under Louisiana law and national banks having principal offices in Louisiana. At December 31, 2007, the Jury had cash, interest-bearing deposits and investments (book balances) totaling \$50,524,939 as follows:

Demand deposits	\$ 3,675,408
Time deposits	<u>46,849,531</u>
 Total	 <u>\$50,524,939</u>

Custodial credit risk for deposits is the risk that in the event of the failure of a depository financial institution, the Police Jury's deposits may not be recovered or will not be able to recover the collateral securities that are in the possession of an outside party. These deposits are stated at cost, which approximates market. Under state law, these deposits, (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Deposit balances (bank balances) at December 31, 2007 were secured as follows:

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Bank balances	<u>\$ 51,078,014</u>
Federal deposit insurance	\$ 570,658
Pledged securities (Category 3)	<u>50,507,356</u>
Total FDIC insurance and pledged securities	<u>\$ 51,078,014</u>

As of December 31, 2007, the Police Jury's total bank balances were fully insured and collateralized with securities held in the name of the Police Jury by the pledging financial institution's agent and, therefore, they were not exposed to custodial credit risk.

(5) Receivables

Receivables at December 31, 2007 of \$617,231 consist of the following:

Fund	Accounts Receivable	Ad Valorem Taxes	Interest Receivable	Other	Total
General	\$ -	\$ 45,187	\$ -	\$ 16,484	\$ 61,671
1976 Sales Tax Fund	-	-	61,710	-	61,710
1978 Sales Tax Fund	-	-	28,141	-	28,141
1994 Sales Tax Fund	16,940	-	109,330	-	126,270
Royalty Road Fund	-	-	36,094	-	36,094
Parishwide Public Improvement					
Maintenance Fund	-	42,060	-	9,249	51,309
Nonmajor Funds	86,350	141,247	13,124	10,000	250,721
Component units	-	-	1,215	100	1,315
Total	<u>\$ 103,290</u>	<u>\$ 228,494</u>	<u>\$ 249,614</u>	<u>\$ 35,833</u>	<u>\$ 617,231</u>

Ad valorem taxes receivables are reported net of uncollectible amounts. Total uncollectible amounts are as follows:

General	\$ 43,311
Parishwide Public Improvement Maintenance Fund	40,715
Nonmajor Funds	<u>139,462</u>
Total uncollectibles	<u>\$223,488</u>



VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

(6) Due from Other Governmental Units

Amounts due from other governmental units at December 31, 2007 consisted of the following:

Primary Government:

Vermilion Parish School Board -

Sales and use taxes collected but not remitted	\$ 2,254,203
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Vermilion Parish Sheriff's Department -

Ad valorem taxes	3,710,108
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Liquor, and occupational license fees	16,082
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State of Louisiana -

State revenue sharing	225,533
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Beer tax	2,293
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Other	1,618,853
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Local governmental agencies	<u>8,731</u>
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	<u>\$ 7,835,803</u>
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Component Units:

Vermilion Parish School Board

Sales and use tax collected but not remitted	\$ 23,075
--	-----------

State of Louisiana -

Grants	14,422
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Local governmental agencies	<u>18,967</u>
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	<u>\$ 56,464</u>
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VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

(7) Capital Assets

Capital asset activity for the year ended December 31, 2007 was as follows:

	Balance 01/01/07	Additions	Deletions	Balance 12/31/07
Governmental activities:				
Capital assets not being depreciated:				
Police Jury:				
Land	\$ 1,189,263	\$ 25,000	\$ -	\$ 1,214,263
Construction in progress	438,000	4,144,799	398,744	4,184,055
Library:				
Land	323,000	-	323,000	-
Total capital assets, not being depreciated	<u>1,950,263</u>	<u>4,169,799</u>	<u>721,744</u>	<u>5,398,318</u>
Capital assets being depreciated				
Police Jury:				
Building and improvements	12,018,198	240,108	-	12,258,306
Furniture and equipment	15,005,753	3,217,362	2,201,920	16,021,195
Infrastructure:				
Road surfaces	120,427,285	305,192	-	120,732,477
Bridges and drainage improvements	4,822,837	540,909	-	5,363,746
Library:				
Building and improvements	6,348,766	-	6,348,766	-
Furniture and equipment	60,326	-	60,326	-
Library books	3,291,246	-	3,291,246	-
Total capital assets, being depreciated	<u>161,974,411</u>	<u>4,303,571</u>	<u>11,902,258</u>	<u>154,375,724</u>
Less accumulated depreciation				
Police Jury:				
Building and improvements	8,118,001	261,110	-	8,379,111
Furniture and equipment	9,301,454	1,484,088	2,025,666	8,759,876
Infrastructure:				
Road surfaces	64,001,506	2,635,415	-	66,636,921
Bridges and drainage improvements	2,849,249	136,716	-	2,985,965
Library:				
Building and improvements	800,352	-	800,352	-
Furniture and equipment	53,439	-	53,439	-
Library books	2,971,934	-	2,971,934	-
Total accumulated depreciation	<u>88,095,935</u>	<u>4,517,329</u>	<u>5,851,391</u>	<u>86,761,873</u>
Total capital assets being depreciated, net	<u>73,878,476</u>	<u>(213,758)</u>	<u>6,050,867</u>	<u>67,613,851</u>
Governmental activities, capital assets, net	<u>\$ 75,828,739</u>	<u>\$ 3,956,041</u>	<u>\$ 6,772,611</u>	<u>\$ 73,012,169</u>

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Depreciation expense was charged to governmental activities as follows:

General government	\$ 233,990
Public safety	312,480
Public works	3,409,138
Health and welfare	70,045
Sanitation, sewerage, and waste disposal	484,592
Culture and recreation	<u>7,084</u>
Total depreciation expense	<u>\$4,517,329</u>

(8) Accounts and Other Payables

The accounts, salaries, and other payables consisted of the following at December 31, 2007:

Fund	Accounts Payable	Salaries and Payroll Taxes Payable	Pension Payable	Other Payables	Total
General	\$ 193,698	\$ 8,556	\$ -	\$ 238,117	\$ 440,371
1976 Sales Tax Fund	9,309	11,531	-	-	20,840
1978 Sales Tax Fund	15,543	1,378	-	-	16,921
1994 Sales Tax Fund	161,970	36,558	-	-	198,528
Royalty Road Fund	1,176	-	-	-	1,176
Parishwide Public Improvement					
Maintenance Fund	148,503	27,991	-	-	176,494
Nonmajor Funds	211,700	28,773	20,988	-	261,461
Component units	<u>11,848</u>	<u>8,024</u>	<u>1,538</u>	<u>-</u>	<u>21,410</u>
Total	<u>\$ 753,747</u>	<u>\$ 122,811</u>	<u>\$ 22,526</u>	<u>\$ 238,117</u>	<u>\$1,137,201</u>

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

(9) Long-Term Liabilities

The following is a summary of debt transactions of the Police Jury for the year ended December 31, 2007:

	<u>General Obligation Bonds</u>	<u>Certificates of Indebtedness</u>	<u>Revenue Bonds</u>	<u>Road Bonds</u>	<u>Total</u>
Balance at					
December 31, 2006	\$4,319,325	\$ 1,477,000	\$ 1,040,000	\$ -	\$6,836,325
Debt issued	-	-	-	4,000,000	4,000,000
Debt retired	<u>(275,000)</u>	<u>(552,000)</u>	<u>(665,000)</u>	<u>-</u>	<u>(1,492,000)</u>
Balance at					
December 31, 2007	4,044,325	925,000	375,000	4,000,000	9,344,325
Less portion of long-term debt due within one year	<u>(285,000)</u>	<u>(500,000)</u>	<u>(185,000)</u>	<u>(330,000)</u>	<u>(1,300,000)</u>
Portion of long-term debt due in more than one year	<u>\$3,759,325</u>	<u>\$ 425,000</u>	<u>\$ 190,000</u>	<u>\$3,670,000</u>	<u>\$8,044,325</u>

Long-term debt payable at December 31, 2007 is composed of the following:

General Obligation

\$1,020,000 Unrefunded General Obligation Bonds, Series 1999, dated December 1, 1999, for the purpose of paying the constructing, acquiring and improving public library buildings in the Parish (to be located in Abbeville, Kaplan, Erath, Delcambre, Gueydan, Maurice and Pecan Island), and acquiring the necessary land, equipment and furnishings therefore, title to which shall be public. The principal is due in annual installments of \$235,000 to \$275,000 through March 1, 2009; at interest rates of 4.75% to 6.50% , secured by and payable from unlimited ad valorem taxation. \$ 535,000

\$3,810,000 General Obligation Refunding Bonds, Series 2005, dated April 1, 2005, for the purpose of purchasing U.S. Government Securities to defease the Parish's outstanding General Obligation Bonds, Series 1999 dated December 1, 1999. The principal is due in annual installments of \$20,000 to \$435,000 through March 1, 2019 at interest rates of 3.00% to 4.00%. 3,509,325

Total General Obligation Bonds \$ 4,044,325

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Certificates of Indebtedness

\$1,145,000 Certificate of Indebtness, Series 2004, dated December 1, 2004, for the purpose of acquiring and equipping trucks; acquiring containers and other facilities necessary in connection with the Issuer's solid waste collection system. The principal is due in annual installments of \$275,000 to \$300,000 through October 1, 2008; at an interest rate of 2.38%, secured by and payable from a pledge and dedication of the excess of annual revenues above charges in each fiscal year.

\$ 300,000

\$1,000,000 Certificate of Indebtedness, Series 2005, dated April 27, 2005, for the purpose of acquiring equipment to improve and maintain parish roads and paying the costs of issuance of the certificates. The principal is due in annual installments of \$185,000 to \$215,000 through October 1, 2010 at an interest rate of 3.40%, secured and payable from a pledge and dedication of excess annual revenues.

625,000

Total certificates of indebtedness

\$ 925,000

Revenue Bonds

\$915,000 Sales Tax Refunding Bonds, Series 2004, dated June 1, 2004, for the purpose of paying a portion of the cost of effecting a current refunding of the June 1, 2005 through June 1, 2009, inclusive maturities of the Issuer's outstanding Public Improvement Sales Tax Bonds, Series 1994, dated June 1, 1994, in principal, redemption premium and interest accruing thereon to their date of redemption on June 1, 2004, as set forth in the the Bond Resolution. The principal is due in annual installments of \$175,000 to \$190,000 through June 1, 2009; at an interest rate of 1.75% to 3.00%. secured by and payable from an irrevocable pledge and dedication of the net avails or proceeds of the special one-half of one percent sales and use tax being levied.

\$ 375,000

Road Bonds

\$4,000,000 Road Bonds, Series 2007, dated June 7, 2007, for the purpose of constructing, improving and resurfacing parish roads, including incidental drainage, and paying the costs of issuance of the bonds. The principal is due in annual installments of \$330,000 to \$480,000 through October 1, 2017; at an interest rate of 4.09%.

\$ 4,000,000

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

The bonds and certificates are due as follows:

Year Ending December 31,	Governmental Activities		Total
	Principal payments	Interest payments	
2008	\$ 1,300,000	\$ 361,287	\$ 1,661,287
2009	1,045,000	314,485	1,359,485
2010	885,000	277,661	1,162,661
2011	700,000	244,631	944,631
2012	730,000	217,656	947,656
2013-2017	4,090,000	635,960	4,725,960
2018-2019	594,325	34,400	628,725
Totals	<u>\$ 9,344,325</u>	<u>\$ 2,086,080</u>	<u>\$ 11,430,405</u>

(10) Outstanding Letter of Credit

At December 31, 2007, the Police Jury had a \$3,100,000 outstanding letter of credit secured by a \$3,100,000 certificate of deposit.

(11) Leases

Operating leases -

As a lessee, the Police Jury entered into numerous operating leases for the use of equipment with lease terms of one year. The minimum annual commitments under these operating leases are considered to be immaterial.

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

(12) Employee Retirement

The Police Jury participates in four cost-sharing multiple-employer, public employee retirement systems (PERS): Parochial Employees Retirement System of Louisiana (Plan A), Louisiana State Employees Retirement System, District Attorneys Retirement System and Registrar of Voters Employees Retirement System. Each system is administered and controlled by a separate board of trustees.

A. Parochial Employees Retirement System of Louisiana

The system provides retirement, disability and death benefits to plan members and beneficiaries. Benefits under the system are established and amended by Louisiana state statutes. A publicly available financial report that includes financial statements and required supplemental information may be obtained by writing to the Parochial Employees' Retirement System, P.O. Box 14619, Baton Rouge, Louisiana 70898-4619, (225) 928-1361.

All employees working at least 28 hours per week and all elected parish officials are eligible to participate. Under Plan A, members are required by state statute to contribute 9.5% of their annual covered salary and the employer is required to contribute at an actuarially determined rate. The current rate is 13.25% of annual covered payroll. Contributions to the retirement system also include one-fourth of 1% of the taxes shown to be collectible by the tax rolls of the parish. These tax dollars are divided between Plan A and Plan B based proportionately on the salaries of the active plan members of each plan. The employer's contributions to the retirement system for the years ending December 31, 2007, 2006 and 2005 were \$603,368, \$570,552 and \$550,478, respectively, equal to the required contributions for each year.

B. Louisiana State Employees Retirement System

The system provides retirement, disability and death benefits to plan members and beneficiaries. Benefits under the system are established and amended by Louisiana state statutes. A publicly available financial report that includes financial statements and required supplemental information may be obtained by writing to the Louisiana State Employees' Retirement System, P.O. Box 44213, Baton Rouge, Louisiana 70804.

Plan members are required to contribute 11.50% of their annual covered salary. The Police Jury contributed at the statutory rate of 19.10% of annual covered payroll from January 2007 through June 2007 and 20.40% of annual covered payroll from July 2007 through December 2007. The Police Jury's contributions to the system for the year ended December 31, 2007, 2006 and 2005 were \$2,945, \$2,848 and \$2,751, respectively, equal to the required contribution for each year.

C. Federal Social Security System

Employees of the Police Jury who are not eligible to participate in any other retirement system are members of the Federal Social Security System. The Police

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Jury and its employees contribute a percentage of each employee's salary to the System (7.65 percent contributed by the Police Jury; 7.65 percent contributed by the employee). The Police Jury's contribution during the year ended December 31, 2007, 2006 and 2005 amounted to \$93,521, \$82,005 and \$78,939, respectively.

D. Registrar of Voters Employees Retirement System

The system provides retirement, disability and death benefits to plan members and beneficiaries. Benefits under the system are established and amended by Louisiana state statutes. A publicly available financial report that includes financial statements and required supplemental information may be obtained by writing to the Registrar of Voters' Retirement System, P.O. Box 57, Jennings, Louisiana 70546.

Plan members are required to contribute 7.0% of their annual covered salary. The Police Jury contributed at the statutory rate of 11.00% of annual covered payroll from January 2007 through June 2007 and 6.25% of annual covered payroll from July 2007 through December 2007. The Police Jury's contribution during the years ended December 31, 2007, 2006 and 2005 amounted to \$4,294, \$5,460 and \$4,805, respectively.

(13) Post Employment Benefits

The Vermilion Parish Police Jury provides certain continuing health care insurance benefits for its retired employees. Substantially all of the Police Jury's employees become eligible for these benefits if they reach normal retirement age while working for the Police Jury. Benefits for retirees are provided through an insurance company whose monthly premiums are paid by the Police Jury and reimbursed by the employee. The Police Jury recognizes the cost of providing these benefits for active employees (Police Jury's portion of premiums) as expenditure when paid during the year. During 2007, the Police Jury expended \$199,362 for coverage for 57 retirees.

(14) Criminal Court Fund

Louisiana Revised Statute 15:571.11 requires that one-half of any balance remaining in the Criminal Court Fund at year-end is transferred to the parish General Fund. For the period January 1, 2007 through December 31, 2007, the Criminal Court Fund will transfer \$39,831 to the General Fund.

(15) Litigation and Claims

As of December 31, 2007, the Vermilion Parish Police Jury was involved in various lawsuits. The Police Jury's legal counsel has reviewed the claims and lawsuits in order to evaluate the likelihood of an unfavorable outcome to the Police Jury and to arrive at an estimate, if any, of the amount of range of potential loss to the Police Jury not covered by insurance. As a result of the review, the various claims and lawsuits have been categorized as "remote," as defined by the Governmental Accounting Standards Board. It is the opinion of the Police Jury that the liability, if



VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

any, which might arise from these lawsuits would not have a material adverse effect on the Police Jury's financial position.

The Police Jury also owns and operates a parish landfill. As of December 31, 2007, the Jury was not aware of any environmental liabilities with respect to the landfill, not already recognized in the financial statements. Nor was the Police Jury aware of any environmental issues regarding any other properties or holdings of the parish.

(16) Closure and Post Closure Care Costs

The Vermilion Parish Police Jury landfill began operations in 1978. State and federal laws and regulations require the Police Jury to place a final cover on its landfill when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. The estimated closure and post closure cost to be recognized is \$2,594,270. The Police Jury also owns adjacent property which has been approved for the relocation of their landfill operations after the present site is closed; that property is not yet permitted and therefore, an estimate of closure and post closure costs is not currently required.

Although closure and post closure costs will be paid only near or after the date that the landfill stops accepting waste, generally accepted accounting principles require the Police Jury to report a portion of these costs as a liability in its general long-term liabilities based on landfill capacity. At December 31, 2007, capacity used was estimated at 2,527,520 cubic yards, while total capacity was estimated at 3,000,000 cubic yards. The percentage of landfill capacity used to date is approximately 85%. The Police Jury expects to close the landfill in ten years based on the existing permitted capacity. However, a major expansion is currently under review by the LDEQ, which will add an additional 15-20 years. Actual costs may be higher due to inflation, changes in technology or changes in regulations.

(17) Federal Compliance Contingencies

The Police Jury receives grants for specific purposes that are subject to review and audit by governmental agencies. Such audits could result in a request for reimbursement by the grantor for expenditures disallowed under the terms and conditions of the appropriate agency. In the opinion of the Police Jury, such disallowances, if any, will not be significant.

(18) Risk Management

The Police Jury is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the Police Jury carries commercial insurance. There have been no significant reductions in the insurance coverage during the year.

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

(19) Compensation of Police Jurors

A summary of compensation paid to police jurors for the year ended December 31, 2007, follows:

John Carroll Duhon	\$ 14,400
Hubert Faulk	14,400
Minos Broussard	14,400
Ronald Darby	14,400
Wayne Touchet	14,400
Mark Poche'	14,400
Edval Simon, Jr.	14,400
Maxwell Chreene	14,400
Gualman Gaspard	14,400
Ravis Menard	14,400
Purvis Abshire	14,400
T.J. Prejean, Jr.	14,400
Luther Hardee	14,400
David Mayard	14,400
	<u>\$ 201,600</u>

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

(20) Interfund Transactions

A. Receivables and Payables

A summary of interfund receivables and payables at December 31, 2007 follows:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Major governmental funds:		
General Fund	\$ 168	\$ 16,382
1976 Sales Tax	-	3,499
1978 Sales Tax	-	852
1994 Sales Tax	-	67,850
Royalty Road	84,830	-
Parishwide Public Improvement Maintenance	<u>41,301</u>	<u>37,299</u>
Total major governmental funds	<u>126,299</u>	<u>125,882</u>
Nonmajor governmental funds:		
Special revenue funds -		
Health Unit	-	354
Civil Defense	-	122
Debt service funds -		
Sales Tax Refunding Bonds, Series 2004	<u>63</u>	<u>-</u>
Capital project funds -		
LCDBG I	-	1
LCDBG II	-	1
LCDBG III	-	1
LCDBG IV	<u>-</u>	<u>1</u>
Total nonmajor governmental funds	<u>63</u>	<u>480</u>
Total	<u>\$ 126,362</u>	<u>\$ 126,362</u>

The above amounts are for reimbursements owed for expenditures paid for those funds, amounts owed to the general fund for workers compensation, and for short-term loans.

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

B. Transfers consisted of the following at December 31, 2007:

	<u>Transfers In</u>	<u>Transfers Out</u>
Major funds:		
General Fund	\$1,460,000	\$ 290,367
1976 Sales Tax	-	1,100,000
1978 Sales Tax	-	2,460,000
1994 Sales Tax	1,100,000	484,151
Royalty Road	128	1,401,870
Parishwide Public Improvement Maintenance	<u>3,363,860</u>	<u>218,010</u>
Total major funds	<u>5,923,988</u>	<u>5,954,398</u>
Nonmajor funds:		
Special revenue funds -		
Civil Defense	62,597	-
Road District No. 1	3,909	53,421
Maintenance of Road District System	15,176	751,881
Debt service funds -		
Sales Tax Refunding Bonds, Series 2004	179,844	
Certificate of Indebtedness, Series 2004	304,306	-
2002 Refunding Certificates of Indebtedness	<u>269,880</u>	<u>-</u>
Total nonmajor funds	<u>835,712</u>	<u>805,302</u>
Total	<u>\$6,759,700</u>	<u>\$6,759,700</u>

Transfers are used to (a) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to (b) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

(21) Receivable and Payable Between Primary Government and Component Units

Receivables and payable balances at December 31, 2007 between the primary government and component units were as follows:

	<u>Receivable</u>	<u>Payable</u>
Primary Government:		
General Fund	\$ 111	\$ -
Royalty Road Fund	519	-
Component Units:		
Criminal Court	<u>-</u>	<u>630</u>
Total	<u>\$ 630</u>	<u>\$ 630</u>

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

(22) Transactions Between Primary Government and Discretely Presented Component Units

The following transactions between the primary government and its discretely presented component units during 2007 are classified as external transactions in the government-wide statement of activities:

General Fund

Transfer to Criminal Court to subsidize operations	<u>\$ 300,000</u>
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(23) Wireless E911 Service Status

In accordance with LRS 33:9101 et seq, following is a summary of revenues derived from wireless services charges, how much were expended, and the progress of Phase I implementation as of December 31, 2007.

Total funds received from wireless service charges	<u>\$323,325</u>
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Expenditures made solely for wireless 911	<u>\$ 1,846</u>
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Expenditures made solely for wireline 911	<u>\$ -</u>
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Percentage of balance of expenditures attributable to wireless 911 (total balance of expenditures multiplied by the percentage of wireless calls received by the District to the total number of calls received)	68%	<u>\$709,955</u>
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Status of Phase I implementation:

AT&T Wireless – implemented  
Sprint/Nextel – implemented  
Pace – implemented  
Centennial Wireless - implemented  
T-Mobile – implemented  
Verizon Wireless – implemented

Status of Phase II (Implementation target date for Phase II is June 2, 2008):

AT&T Wireless – not implemented  
Sprint/Nextel – not implemented  
Pace – not implemented  
Centennial Wireless – not implemented  
T-Mobile – not implemented  
Verizon Wireless – not implemented

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

(24) Parish Government Building Lease

During 2001, the Police Jury purchased Hibernia Bank building in Abbeville to serve as new parish government office building. In order to facilitate the transaction, the Police Jury entered into an agreement with Hibernia Bank in which Hibernia would sell the building for a total sales price of \$900,000, with the Police Jury paying \$525,000 in cash and the remaining balance representing a prepayment from Hibernia for a lease of space within the building in which Hibernia would continue to maintain their branch. The total amount credited against the purchase price amounted to \$375,000, and represents payment for the 20-year permanent term of the lease. Rent for each permanent term of the lease is \$1,563 per month.

The lease has an initial term which commenced in December 2001, and shall continue for twelve months unless otherwise extended by the lessee. Lessee has the option to terminate the initial term on the last day of the calendar month in which lessee notifies the Police Jury that they are ready to occupy the leased premises as modified by lessee's initial alterations. During the initial term, gross rent of \$3,065 per month shall be paid to the Police Jury. The initial term was renewed (up to 4 additional months) in 2002 and therefore gross rent of \$3,832 per month is paid to the Police Jury.

After the initial term is complete, the permanent term of the lease shall commence and shall terminate twenty (20) years thereafter, unless extended by lessee. Rent during any extended permanent term shall be tied to the initial permanent term monthly rental adjusted for charges in the "Consumer Price Index."

As mentioned above, the lease payments were prepaid as an adjustment of the cash transferred for the purchase of the building. The balance of the unearned lease payments received is \$281,250 at December 31, 2007 and is presented as deferred revenue in the financial statements.

The future minimum rental revenue from the above lease is as follows:

2008	\$ 18,750
2009	18,750
2010	18,750
2011	18,750
2012	18,750
2013-2017	93,750
2018-2022	93,750
	<u>\$ 281,250</u>

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

(25) Prior Period Adjustment

Net assets in the government-wide financial statements and fund level financial statements at the beginning of the fiscal year December 31, 2007 has been adjusted for a change in the reporting entity. Effective January 1, 2007, the Parish Library was setup to be a legally separate entity and is considered a component unit of the Police Jury which will issue separate financial statements. A prior period adjustment of \$7,478,967 in the government-wide financial statements and \$1,348,152 in the fund level financial statements is necessary to decrease net assets in order to remove the Library's activity from the Police Jury's financial statements.

(26) New Accounting Pronouncements

In November 2004, the Governmental Accounting Standards Board (GASB) issued Statement No. 45 "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions." This statement requires the accrual of postemployment benefits for retired employees. The Police Jury is required to implement this standard for the fiscal year ending December 31, 2008. The Police Jury has not yet determined the full impact that adoption of GASB Statement No. 45 will have on the financial statements.

**REQUIRED  
SUPPLEMENTARY INFORMATION**



VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

General Fund  
Budgetary Comparison Schedule  
For the Year Ended December 31, 2007

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Ad valorem taxes	\$ 765,596	\$ 765,596	\$ 849,674	\$ 84,078
Licenses and permits	326,700	361,700	414,358	52,658
Intergovernmental revenues -				
Federal grants	735	200,735	188,979	(11,756)
State funds -				
State revenue sharing	94,921	94,921	106,161	11,240
Other	1,143,321	1,292,739	1,242,560	(50,179)
Fees, charges and commissions	200,492	200,492	200,372	(120)
Interest income	6,000	6,000	13,167	7,167
Miscellaneous	79,062	79,062	150,173	71,111
Total revenues	<u>2,616,827</u>	<u>3,001,245</u>	<u>3,165,444</u>	<u>164,199</u>
Expenditures:				
Current -				
General government:				
Legislative	270,428	270,428	257,172	13,256
Judicial	803,876	830,276	857,736	(27,460)
Elections	88,116	88,116	82,884	5,232
Finance and administration	533,156	533,156	494,989	38,167
Other	694,741	694,741	695,256	(515)
Public works	56,900	56,900	150,675	(93,775)
Public safety	918,401	918,401	916,576	1,825
Health and welfare	265,687	265,687	188,226	77,461
Economic development and assistance	56,500	131,500	46,888	84,612
Culture and recreation	3,400	3,400	272	3,128
Capital outlay	89,933	116,933	106,168	10,765
Total expenditures	<u>3,781,138</u>	<u>3,909,538</u>	<u>3,796,842</u>	<u>112,696</u>
Deficiency of revenues over expenditures	<u>(1,164,311)</u>	<u>(908,293)</u>	<u>(631,398)</u>	<u>276,895</u>
Other financing sources (uses):				
Proceeds from sale of assets	-	-	1,642	1,642
Transfers in	1,460,000	1,260,000	1,460,000	200,000
Transfers out - component unit	(300,000)	(300,000)	(300,000)	-
Transfers out	(54,306)	(62,597)	(290,367)	(227,770)
Total other financing sources (uses)	<u>1,105,694</u>	<u>897,403</u>	<u>871,275</u>	<u>(26,128)</u>
Net change in fund balances	(58,617)	(10,890)	239,877	250,767
Fund balance, beginning	<u>564,894</u>	<u>564,894</u>	<u>564,894</u>	<u>-</u>
Fund balance, ending	<u>\$ 506,277</u>	<u>\$ 554,004</u>	<u>\$ 804,771</u>	<u>\$ 250,767</u>

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

1976 Sales Tax Fund  
Budgetary Comparison Schedule  
For the Year Ended December 31, 2007

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Sales and use taxes	\$ 3,500,000	\$ 4,061,000	\$ 4,093,099	\$ 32,099
Intergovernmental revenues-				
Federal grants	-	232,618	232,618	-
Investment income	300,000	623,000	632,027	9,027
Miscellaneous	-	-	16,059	16,059
Total revenues	<u>3,800,000</u>	<u>4,916,618</u>	<u>4,973,803</u>	<u>57,185</u>
Expenditures:				
Current -				
General government:				
Finance and administration	39,085	39,085	54,664	(15,579)
Other	-	29,000	13,951	15,049
Public works	204,184	204,184	187,752	16,432
Public safety	316,235	333,455	359,347	(25,892)
Health and welfare	815,756	815,756	844,708	(28,952)
Capital outlay	<u>412,200</u>	<u>621,210</u>	<u>562,623</u>	<u>58,587</u>
Total expenditures	<u>1,787,460</u>	<u>2,042,690</u>	<u>2,023,045</u>	<u>19,645</u>
Excess of revenues over expenditures	<u>2,012,540</u>	<u>2,873,928</u>	<u>2,950,758</u>	<u>76,830</u>
Other financing sources (uses):				
Proceeds from sales of assets	-	-	4,510	4,510
Transfers out	<u>(1,000,000)</u>	<u>(1,100,000)</u>	<u>(1,100,000)</u>	<u>-</u>
Total financing sources (uses)	<u>(1,000,000)</u>	<u>(1,100,000)</u>	<u>(1,095,490)</u>	<u>4,510</u>
Net change in fund balances	1,012,540	1,773,928	1,855,268	81,340
Fund balance, beginning	<u>12,310,801</u>	<u>12,310,801</u>	<u>12,310,801</u>	<u>-</u>
Fund balance, ending	<u>\$13,323,341</u>	<u>\$14,084,729</u>	<u>\$14,166,069</u>	<u>\$ 81,340</u>

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

1978 Sales Tax Fund  
Budgetary Comparison Schedule  
For the Year Ended December 31, 2007

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Sales and use taxes	\$3,500,000	\$4,061,000	\$ 4,093,099	\$ 32,099
Interest income	150,000	381,000	395,003	14,003
Total revenues	<u>3,650,000</u>	<u>4,442,000</u>	<u>4,488,102</u>	<u>46,102</u>
Expenditures:				
Current -				
General government:				
Finance and administration	39,085	39,085	44,980	(5,895)
Public safety	468,199	398,000	397,029	971
Culture and recreation	95,228	95,228	95,209	19
Capital outlay	-	70,199	82,371	(12,172)
Total expenditures	<u>602,512</u>	<u>602,512</u>	<u>619,589</u>	<u>(17,077)</u>
Excess of revenues over expenditures	<u>3,047,488</u>	<u>3,839,488</u>	<u>3,868,513</u>	<u>29,025</u>
Other financing sources (uses):				
Proceeds from sale of assets	-	-	800	800
Transfers out	<u>(2,910,000)</u>	<u>(2,460,000)</u>	<u>(2,460,000)</u>	<u>-</u>
Total financing sources (uses)	<u>(2,910,000)</u>	<u>(2,460,000)</u>	<u>(2,459,200)</u>	<u>800</u>
Net change in fund balances	137,488	1,379,488	1,409,313	29,825
Fund balance, beginning	<u>7,528,946</u>	<u>7,528,946</u>	<u>7,528,946</u>	<u>-</u>
Fund balance, ending	<u>\$7,666,434</u>	<u>\$8,908,434</u>	<u>\$ 8,938,259</u>	<u>\$ 29,825</u>

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

1994 Sales Tax Fund  
Budgetary Comparison Schedule  
For the Year Ended December 31, 2007

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Sales and use taxes	\$3,230,194	\$3,836,194	\$ 4,093,099	\$ 256,905
Fees, charges, and commission	415,500	527,500	529,182	1,682
Licenses and permits	10,000	10,000	14,700	4,700
Intergovernmental funds -				
Federal grants	-	95,552	95,552	-
Interest income	175,000	360,000	428,606	68,606
Miscellaneous	-	-	2,900	2,900
Total revenues	<u>3,830,694</u>	<u>4,829,246</u>	<u>5,164,039</u>	<u>334,793</u>
Expenditures:				
Current -				
General government:				
Finance and administration	39,085	45,000	44,980	20
Sanitation, sewerage, and waste disposal	4,866,085	5,385,170	5,210,881	174,289
Capital outlay	<u>1,208,450</u>	<u>1,787,950</u>	<u>1,754,572</u>	<u>33,378</u>
Total expenditures	<u>6,113,620</u>	<u>7,218,120</u>	<u>7,010,433</u>	<u>207,687</u>
Deficiency of revenues over expenditures	<u>(2,282,926)</u>	<u>(2,388,874)</u>	<u>(1,846,394)</u>	<u>542,480</u>
Other financing sources (uses):				
Proceeds from sale of assets	-	59,700	59,670	(30)
Transfers in	1,000,000	1,100,000	1,100,000	-
Transfers out	<u>(304,513)</u>	<u>(304,513)</u>	<u>(484,151)</u>	<u>(179,638)</u>
Total other financing sources (uses)	<u>695,487</u>	<u>855,187</u>	<u>675,519</u>	<u>(179,668)</u>
Net change in fund balances	<u>(1,587,439)</u>	<u>(1,533,687)</u>	<u>(1,170,875)</u>	<u>362,812</u>
Fund balance, beginning	<u>9,021,225</u>	<u>9,021,225</u>	<u>9,021,225</u>	<u>-</u>
Fund balance, ending	<u>\$7,433,786</u>	<u>\$7,487,538</u>	<u>\$ 7,850,350</u>	<u>\$ 362,812</u>

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Royalty Road Fund  
Budgetary Comparison Schedule  
For the Year Ended December 31, 2007

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental revenues -				
State funds -				
Other	\$ 1,500,000	\$ 4,400,000	\$ 5,318,229	\$ 918,229
Interest income	150,000	510,000	524,288	14,288
Miscellaneous	-	-	32,732	32,732
Total revenues	<u>1,650,000</u>	<u>4,910,000</u>	<u>5,875,249</u>	<u>965,249</u>
Expenditures:				
Current -				
General government:				
Finance and administration	28,399	28,399	-	28,399
Public works	79,000	15,301	15,301	-
Capital outlay	-	78,699	69,697	9,002
Total expenditures	<u>107,399</u>	<u>122,399</u>	<u>84,998</u>	<u>37,401</u>
Excess of revenues over expenditures	1,542,601	4,787,601	5,790,251	1,002,650
Other financing sources (uses):				
Transfers in	-	-	128	128
Transfers out	<u>(2,600,000)</u>	<u>(1,301,807)</u>	<u>(1,401,870)</u>	<u>(100,063)</u>
Total other financing sources (uses)	<u>(2,600,000)</u>	<u>(1,301,807)</u>	<u>(1,401,742)</u>	<u>(99,935)</u>
Net change in fund balances	(1,057,399)	3,485,794	4,388,509	902,715
Fund balance, beginning	<u>8,873,815</u>	<u>8,873,815</u>	<u>8,873,815</u>	<u>-</u>
Fund balance, ending	<u>\$ 7,816,416</u>	<u>\$12,359,609</u>	<u>\$13,262,324</u>	<u>\$ 902,715</u>

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Parishwide Public Improvements Maintenance Fund  
Budgetary Comparison Schedule  
For the Year Ended December 31, 2007

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes - ad valorem	\$ 721,146	\$ 721,146	\$ 799,535	\$ 78,389
Intergovernmental revenues -				
Federal funds-				
Federal grants	-	-	22,975	22,975
State funds-				
State revenue sharing	85,538	85,538	85,321	(217)
Other	400,000	400,000	568,734	168,734
Interest income	5,000	107,000	107,208	208
Miscellaneous	2,100	2,100	74,123	72,023
Total revenues	<u>1,213,784</u>	<u>1,315,784</u>	<u>1,657,896</u>	<u>342,112</u>
Expenditures:				
Current -				
General government:				
Finance and administration	74,590	74,590	74,560	30
Public works	3,465,311	3,465,311	3,498,210	(32,899)
Capital outlay	<u>2,025,000</u>	<u>4,690,000</u>	<u>3,958,420</u>	<u>731,580</u>
Total expenditures	<u>5,564,901</u>	<u>8,229,901</u>	<u>7,531,190</u>	<u>698,711</u>
Deficiency of revenues over expenditures	<u>(4,351,117)</u>	<u>(6,914,117)</u>	<u>(5,873,294)</u>	<u>1,040,823</u>
Other financing sources (uses):				
Proceeds from issuance of debt	-	4,000,000	4,000,000	-
Proceeds from sale of assets	-	117,600	117,595	(5)
Transfers in	4,533,326	3,733,326	3,363,860	(369,466)
Transfers out	<u>(218,310)</u>	<u>(218,310)</u>	<u>(218,010)</u>	<u>300</u>
Total other financing sources (uses)	<u>4,315,016</u>	<u>7,632,616</u>	<u>7,263,445</u>	<u>(369,171)</u>
Net change in fund balances	(36,101)	718,499	1,390,151	671,652
Fund balance, beginning	<u>1,001,612</u>	<u>1,001,612</u>	<u>1,001,612</u>	<u>-</u>
Fund balance, ending	<u>\$ 965,511</u>	<u>\$1,720,111</u>	<u>\$ 2,391,763</u>	<u>\$ 671,652</u>

## **OTHER SUPPLEMENTARY INFORMATION**

## **OTHER FINANCIAL INFORMATION**



VERMILION PARISH POLICE JURY  
Abbeville, Louisiana  
Nonmajor Governmental Funds

Combining Balance Sheet  
December 31, 2007

	Special Revenue	Debt Service	Capital Projects	Total
<b>ASSETS</b>				
Cash and interest bearing deposits	\$ 719,464	\$ 1,979	\$ 52,287	\$ 773,730
Investments	5,133,543	708,980	-	5,842,523
Accounts receivable	86,350	-	-	86,350
Ad valorem taxes receivable, net	112,917	28,330	-	141,247
Accrued interest receivable	11,849	1,274	-	13,123
Due from other governmental units	2,223,049	455,311	193,017	2,871,377
Other receivables	10,000	-	-	10,000
Due from other funds	-	63	-	63
Prepaid expenses	501	-	-	501
Total assets	<u>\$8,297,673</u>	<u>\$ 1,195,937</u>	<u>\$ 245,304</u>	<u>\$ 9,738,914</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 150,330	\$ -	\$ 61,370	\$ 211,700
Contracts payable	33,905	-	159,143	193,048
Retainage payable	-	-	24,787	24,787
Accrued liabilities	49,761	-	-	49,761
Due to other funds	476	-	4	480
Total liabilities	<u>234,472</u>	<u>-</u>	<u>245,304</u>	<u>479,776</u>
Fund balances:				
Reserved for debt service	-	1,195,937	-	1,195,937
Unreserved, undesignated	8,063,201	-	-	8,063,201
Total fund balances	<u>8,063,201</u>	<u>1,195,937</u>	<u>-</u>	<u>9,259,138</u>
Total liabilities and fund balances	<u>\$8,297,673</u>	<u>\$ 1,195,937</u>	<u>\$ 245,304</u>	<u>\$ 9,738,914</u>

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana  
Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Year Ended December 31, 2007

	Special Revenue	Debt Service	Capital Projects	Total
Revenues:				
Taxes-				
Ad valorem	\$2,199,352	\$ 538,327	\$ -	\$ 2,737,679
Intergovernmental revenues -				
Federal grants	398,463	-	1,350,681	1,749,144
State funds:				
State revenue sharing	162,161	-	-	162,161
Fees, charges and commissions	640,274	-	-	640,274
Interest Income	311,983	31,083	-	343,066
Miscellaneous	24,315	-	-	24,315
Total revenues	<u>3,736,548</u>	<u>569,410</u>	<u>1,350,681</u>	<u>5,656,639</u>
Expenditures:				
Current -				
General government:				
Finance and administrative	205,022	-	-	205,022
Public works	630,363	-	-	630,363
Public safety	898,307	-	-	898,307
Health and welfare	518,644	-	-	518,644
Capital Outlay	709,352	-	1,350,681	2,060,033
Debt service:				
Principal retirement	-	1,420,000	-	1,420,000
Interest and fiscal charges	-	318,816	-	318,816
Total expenditures	<u>2,961,688</u>	<u>1,738,816</u>	<u>1,350,681</u>	<u>6,051,185</u>
Excess (deficiency) of revenues over expenditures	<u>774,860</u>	<u>(1,169,406)</u>	<u>-</u>	<u>(394,546)</u>
Other financing sources (uses):				
Transfers in	81,682	754,030	-	835,712
Transfers out	<u>(805,302)</u>	<u>-</u>	<u>-</u>	<u>(805,302)</u>
Total other financing sources (uses)	<u>(723,620)</u>	<u>754,030</u>	<u>-</u>	<u>30,410</u>
Net change in fund balances	51,240	(415,376)	-	(364,136)
Fund balances, beginning	9,360,113	1,611,313	-	10,971,426
Prior period adjustment	<u>(1,348,152)</u>	<u>-</u>	<u>-</u>	<u>(1,348,152)</u>
Fund balances, ending	<u>\$8,063,201</u>	<u>\$ 1,195,937</u>	<u>\$ -</u>	<u>\$ 9,259,138</u>

## **NONMAJOR SPECIAL REVENUE FUNDS**

### **Public Library**

To account for the maintenance of the main library and the branch libraries which provide services to citizens within the parish. Major means of financing is provided by ad valorem taxes and state revenue sharing. This agency separated from the Police Jury effective January 1, 2007.

### **Health Unit**

To account for the maintenance of a health unit which provides health and welfare services to the citizens of the parish. Major means of financing is provided by ad valorem taxes, state revenue sharing and interest earnings on investments.

### **Ward 8 Public Cemetery**

To account for the maintenance of public cemeteries in Ward 8 of Vermilion Parish. Major means of financing is provided by ad valorem taxes and state revenue sharing.

### **Communications District**

To account for the operations of a 911 emergency system in the Parish, which is funded primarily by fees added to customer's telephone bills.

### **Civil Defense Fund**

To account for the civil defense operations in the parish. Means of financing is provided by a grant from the State of Louisiana Office of Emergency of Preparedness and transfers from other revenue sources of the Police Jury.

### **Road District No. 1 Maintenance Fund**

To account for the maintenance and upkeep of parish roads within Road District No, 1. Major means of financing is provided by ad valorem taxes and state revenue sharing.

### **Maintenance of Road Districts Funds**

To account for the maintenance and upkeep of parish roads within various road district other than Road District No. 1. Major means of financing is provided by ad valorem taxes and state revenue sharing.

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana  
Nonmajor Special Revenue Funds

Combining Balance Sheet  
December 31, 2007

	Public Library Fund	Health Unit Fund	Ward 8 Public Cemetery Fund	Communications District Fund
<b>ASSETS</b>				
Cash and interest-bearing deposits	\$ -	\$ 373,807	\$ 55,950	\$ 171,342
Investments	-	2,400,000	51,800	150,093
Accounts receivable	-	-	-	86,350
Ad valorem taxes receivable, net	-	33,673	278	-
Accrued interest receivable	-	9,004	105	67
Due from other governmental units	-	570,943	25,801	109,550
Other receivables	-	-	-	-
Prepaid expenses	-	501	-	-
	<u>-</u>	<u>501</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ -</u>	<u>\$3,387,928</u>	<u>\$ 133,934</u>	<u>\$ 517,402</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ -	\$ 26,673	\$ -	\$ 78,925
Contracts payable	-	5,690	-	-
Accrued liabilities	-	2,604	-	40,748
Due to other funds	-	354	-	-
	<u>-</u>	<u>35,321</u>	<u>-</u>	<u>119,673</u>
Total liabilities	<u>-</u>	<u>35,321</u>	<u>-</u>	<u>119,673</u>
Fund balances:				
Unreserved, undesignated	-	3,352,607	133,934	397,729
	<u>-</u>	<u>3,352,607</u>	<u>133,934</u>	<u>397,729</u>
Total liabilities and fund balances	<u>\$ -</u>	<u>\$3,387,928</u>	<u>\$ 133,934</u>	<u>\$ 517,402</u>

Civil Defense Fund	Road District No.1 Fund	Maintenance of Road District Funds	Total
\$ 24,526	\$ 53,660	\$ 40,179	\$ 719,464
-	104,000	2,427,650	5,133,543
-	-	-	86,350
-	1,590	77,376	112,917
-	70	2,603	11,849
-	145,246	1,371,509	2,223,049
10,000	-	-	10,000
-	-	-	501
<u>\$ 34,526</u>	<u>\$ 304,566</u>	<u>\$3,919,317</u>	<u>\$8,297,673</u>
\$ 11,404	\$ 2,187	\$ 31,141	\$ 150,330
-	-	28,215	33,905
6,409	-	-	49,761
122	-	-	476
<u>17,935</u>	<u>2,187</u>	<u>59,356</u>	<u>234,472</u>
<u>16,591</u>	<u>302,379</u>	<u>3,859,961</u>	<u>8,063,201</u>
<u>\$ 34,526</u>	<u>\$ 304,566</u>	<u>\$3,919,317</u>	<u>\$8,297,673</u>

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana  
Nonmajor Special Revenue Funds

Combining Balance Sheet  
Maintenance of Road District Funds  
December 31, 2007

	Sub Road District #1 of Road District #2	Sub Road District #2 of Road and Road District #3	Sub Road District #3 of Road District #2	Sub Road District #4 of Road District #2
<b>ASSETS</b>				
Cash and interest-bearing deposits	\$ 11,685	\$ 2,200	\$ 5,312	\$ 2,201
Investments	523,400	75,050	176,600	699,800
Ad valorem taxes, net	12,353	5,373	11,885	12,748
Accrued interest receivable	561	81	190	750
Due from other governmental units	<u>232,540</u>	<u>51,795</u>	<u>62,666</u>	<u>204,620</u>
Total assets	<u>\$ 780,539</u>	<u>\$ 134,499</u>	<u>\$256,653</u>	<u>\$920,119</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 1,257	\$ 4,779	\$ 6,206	\$ 15,118
Contracts payable	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>1,257</u>	<u>4,779</u>	<u>6,206</u>	<u>15,118</u>
Fund balances:				
Unreserved, undesignated	<u>779,282</u>	<u>129,720</u>	<u>250,447</u>	<u>905,001</u>
Total liabilities and fund balances	<u>\$ 780,539</u>	<u>\$ 134,499</u>	<u>\$256,653</u>	<u>\$920,119</u>

Sub Road District #5 of Road District #2	Road District #4-A	Road District #6	Road District #7	Total
\$ 8,924	\$ 2,950	\$ 2,639	\$ 4,268	\$ 40,179
39,500	297,000	29,900	586,400	2,427,650
5,542	4,079	1,013	24,383	77,376
42	318	32	629	2,603
<u>92,633</u>	<u>132,840</u>	<u>60,746</u>	<u>533,669</u>	<u>1,371,509</u>
<u>\$146,641</u>	<u>\$437,187</u>	<u>\$94,330</u>	<u>\$1,149,349</u>	<u>\$3,919,317</u>
\$ -	\$ 1,503	\$ 1,406	\$ 872	\$ 31,141
-	-	-	28,215	28,215
<u>-</u>	<u>1,503</u>	<u>1,406</u>	<u>29,087</u>	<u>59,356</u>
<u>146,641</u>	<u>435,684</u>	<u>92,924</u>	<u>1,120,262</u>	<u>3,859,961</u>
<u>\$146,641</u>	<u>\$437,187</u>	<u>\$94,330</u>	<u>\$1,149,349</u>	<u>\$3,919,317</u>

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana  
Nonmajor Special Revenue Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Year Ended December 31, 2007

	Public Library Fund	Health Unit Fund	Ward 8 Public Cemetery Fund	Communications District Fund
<b>Revenues:</b>				
Taxes - Ad valorem	\$ -	\$ 640,074	\$ 27,564	\$ -
Intergovernmental revenues -				
Federal grants	-	-	-	216,723
State funds:				
State revenue sharing	-	47,020	2,128	-
Fees, charges, and commissions	-	29,968	-	610,306
Interest income	-	146,494	1,490	8,905
Other revenues	-	75	-	-
Total revenues	<u>-</u>	<u>863,631</u>	<u>31,182</u>	<u>835,934</u>
<b>Expenditures:</b>				
Current -				
General government:				
Finance and administrative	-	59,693	2,529	-
Public works	-	-	17,627	-
Public safety	-	-	-	782,038
Health and welfare	-	518,644	-	-
Capital outlay	-	120,984	-	262,014
Total expenditures	<u>-</u>	<u>699,321</u>	<u>20,156</u>	<u>1,044,052</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>164,310</u>	<u>11,026</u>	<u>(208,118)</u>
<b>Other financing sources (uses):</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	164,310	11,026	(208,118)
Fund balances, beginning	1,348,152	3,188,297	122,908	605,847
Prior period adjustment	<u>(1,348,152)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, ending	<u>\$ -</u>	<u>\$3,352,607</u>	<u>\$ 133,934</u>	<u>\$ 397,729</u>



Civil Defense Fund	Road District No.1 Fund	Maintenance of Road District Funds	Total
\$ -	\$157,875	\$1,373,839	\$ 2,199,352
25,898	-	155,842	398,463
-	8,366	104,647	162,161
-	-	-	640,274
-	2,999	152,095	311,983
11,229	-	13,011	24,315
<u>37,127</u>	<u>169,240</u>	<u>1,799,434</u>	<u>3,736,548</u>
-	14,467	128,333	205,022
-	121,165	491,571	630,363
116,269	-	-	898,307
-	-	-	518,644
-	20,669	305,685	709,352
<u>116,269</u>	<u>156,301</u>	<u>925,589</u>	<u>2,961,688</u>
<u>(79,142)</u>	<u>12,939</u>	<u>873,845</u>	<u>774,860</u>
62,597	3,909	15,176	81,682
-	(53,421)	(751,881)	(805,302)
<u>62,597</u>	<u>(49,512)</u>	<u>(736,705)</u>	<u>(723,620)</u>
(16,545)	(36,573)	137,140	51,240
33,136	338,952	3,722,821	9,360,113
-	-	-	(1,348,152)
<u>\$ 16,591</u>	<u>\$302,379</u>	<u>\$3,859,961</u>	<u>\$ 8,063,201</u>

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana  
Nonmajor Special Revenue Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Maintenance of Road District Funds  
Year Ended December 31, 2007

	Sub Road District #1 of Road District #2	Sub Road District #2 of Road and Road District #3	Sub Road District #3 of Road District #2	Sub Road District #4 of Road District #2
Revenues:				
Taxes - Ad valorem	\$261,547	\$ 58,776	\$ 73,689	\$245,500
Intergovernmental revenues -				
Federal grants	-	-	-	-
State funds:				
State revenue sharing	29,885	8,360	13,916	-
Interest income	29,669	5,719	10,569	35,006
Miscellaneous	2,064	-	-	947
Total revenues	<u>323,165</u>	<u>72,855</u>	<u>98,174</u>	<u>281,453</u>
Expenditures:				
Current -				
General government:				
Finance and administrative	24,386	5,535	6,951	22,984
Public Works	81,203	71,852	65,680	76,524
Capital Outlay	-	1,500	-	21,669
Total expenditures	<u>105,589</u>	<u>78,887</u>	<u>72,631</u>	<u>121,177</u>
Excess (deficiency) of revenues over expenditures	217,576	(6,032)	25,543	160,276
Other financing sources (uses):				
Transfers in	-	-	-	104
Transfers out	(173,734)	(22,914)	(25,617)	(69,416)
Total other financing sources (uses)	<u>(173,734)</u>	<u>(22,914)</u>	<u>(25,617)</u>	<u>(69,312)</u>
Net change in fund balances	43,842	(28,946)	(74)	90,964
Fund balances, beginning	<u>735,440</u>	<u>158,666</u>	<u>250,521</u>	<u>814,037</u>
Fund balances, ending	<u>\$779,282</u>	<u>\$129,720</u>	<u>\$ 250,447</u>	<u>\$ 905,001</u>

Sub Road District #5 of Road District #2	Road District #4-A	Road District #6	Road District #7	Total
\$ 95,056	\$142,865	\$62,364	\$ 434,042	\$1,373,839
-	-	-	155,842	155,842
32,710	4,889	7,450	7,437	104,647
10,889	18,416	2,496	39,331	152,095
10,000	-	-	-	13,011
<u>148,655</u>	<u>166,170</u>	<u>72,310</u>	<u>636,652</u>	<u>1,799,434</u>
8,978	13,484	5,877	40,138	128,333
73,009	29,098	52,622	41,583	491,571
-	-	-	282,516	305,685
<u>81,987</u>	<u>42,582</u>	<u>58,499</u>	<u>364,237</u>	<u>925,589</u>
66,668	123,588	13,811	272,415	873,845
-	1,079	10,379	3,614	15,176
<u>(193,674)</u>	<u>(120,571)</u>	<u>(21,601)</u>	<u>(124,354)</u>	<u>(751,881)</u>
<u>(193,674)</u>	<u>(119,492)</u>	<u>(11,222)</u>	<u>(120,740)</u>	<u>(736,705)</u>
(127,006)	4,096	2,589	151,675	137,140
<u>273,647</u>	<u>431,588</u>	<u>90,335</u>	<u>968,587</u>	<u>3,722,821</u>
<u>\$146,641</u>	<u>\$435,684</u>	<u>\$92,924</u>	<u>\$1,120,262</u>	<u>\$3,859,961</u>

## **NONMAJOR DEBT SERVICE FUNDS**

### **Sales Tax Refunding Bonds, Series 2004**

To accumulate monies for repayment of \$915,000 of bonds which were issued on June 1, 2004 to refund the 1994 Public Improvement Sales Tax Bonds. Payments are due in various annual amounts through 2009, with interest accruing at various rates, ranging from 1.75% to 3.00%. These bonds are financed by an irrevocable pledge and dedication of the net avails or proceeds of the special one-half of one percent sales and use tax being levied and collected pursuant to an election held on January 15, 1994.

### **Certificates of Indebtedness, Series 2004**

To accumulate monies for repayment of \$1,145,000 of bonds which were issued on April 22, 2004 for the purpose of acquiring and equipping trucks; acquiring containers and other facilities necessary in the connection with the solid waste system within the parish. Payments are due in various annual amounts through 2008, with interest accruing at a rate of 2.375%. These bonds are financed by a pledge and dedication of the excess of annual revenues above statutory, necessary and usual charges in each fiscal years.

### **2002 Refunding Certificates of Indebtedness**

To accumulate for repayment of \$2,320,000 of refunding bonds, which were issued in 2002 to refund the 1997 capital road improvement bonds. Payments are due in various annual amounts through 2007, with interest accruing at 3.05%.

### **1999 General Obligation Bonds**

To accumulate monies for repayment of \$6,000,000 of bonds which were issued in 1999 for the purpose of constructing, acquiring, and improving public libraries buildings within the parish. Payments are due in various annual amounts through 2019, with interest accruing at various rates, ranging from 4.75% to 7.00%. These bonds are financed by a dedication of proceeds of a 3 mill property tax. These bonds were refunded April 1, 2005. The results of the refunding consisted of \$1,020,000 of bonds unrefunded, of which payments are due in various annual amounts through 2009, with interest accruing at various rates, ranging from 4.75% to 6.50%; and \$3,810,000 of bonds refunded, of which are due in various annual amounts through 2019, with interest accruing at various rates, ranging from 3.00% to 4.00%.

VERMILION PARISH POLICE JURY  
 Abbeville, Louisiana  
 Nonmajor Debt Service Funds

Combining Balance Sheet  
 December 31, 2007

	Sales Tax Refunding Bonds Series 2004	Certificates of Indebtedness Series 2004	2002 Refunding Certificates of Indebtedness	General Obligation Bonds Series 1999	Total
<b>ASSETS</b>					
Cash and interest-bearing deposits	\$ 1,250	\$ 74	\$ 5	\$ 650	\$ 1,979
Investments	397,800	-	104,580	206,600	708,980
Ad valorem tax receivable, net	-	-	-	28,330	28,330
Accrued interest receivable	107	-	1,042	125	1,274
Due from other funds	63	-	-	-	63
Due from other governmental units	-	-	-	455,311	455,311
Total assets	<u>\$399,220</u>	<u>\$ 74</u>	<u>\$ 105,627</u>	<u>\$ 691,016</u>	<u>\$1,195,937</u>
<b>FUND BALANCES</b>					
Fund balances:					
Reserved for debt service	<u>\$399,220</u>	<u>\$ 74</u>	<u>\$ 105,627</u>	<u>\$ 691,016</u>	<u>\$1,195,937</u>

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana  
Nonmajor Debt Service Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Year Ended December 31, 2007

	Sales Tax Refunding Bonds Series 2004	Certificates of Indebtedness Series 2004	2002 Refunding Certificates of Indebtedness	General Obligation Bonds Series 1999	Total
Revenues:					
Taxes -					
Ad valorem	\$ -	\$ -	\$ -	\$ 538,327	\$ 538,327
Interest income	<u>18,255</u>	<u>-</u>	<u>-</u>	<u>12,828</u>	<u>31,083</u>
Total revenues	<u>18,255</u>	<u>-</u>	<u>-</u>	<u>551,155</u>	<u>569,410</u>
Expenditures:					
Debt service -					
Principal retirement	185,000	290,000	670,000	275,000	1,420,000
Interest and fiscal charges	<u>14,210</u>	<u>14,313</u>	<u>94,870</u>	<u>195,423</u>	<u>318,816</u>
Total expenditures	<u>199,210</u>	<u>304,313</u>	<u>764,870</u>	<u>470,423</u>	<u>1,738,816</u>
Excess (deficiency) of revenues over expenditures	(180,955)	(304,313)	(764,870)	80,732	(1,169,406)
Other financing sources:					
Transfers in	<u>179,844</u>	<u>304,306</u>	<u>269,880</u>	<u>-</u>	<u>754,030</u>
Net change in fund balances	(1,111)	(7)	(494,990)	80,732	(415,376)
Fund balances, beginning	<u>400,331</u>	<u>81</u>	<u>600,617</u>	<u>610,284</u>	<u>1,611,313</u>
Fund balances, ending	<u>\$ 399,220</u>	<u>\$ 74</u>	<u>\$ 105,627</u>	<u>\$ 691,016</u>	<u>\$ 1,195,937</u>

## **CAPITAL PROJECT FUNDS**

### **LCDBG Contract I**

To account for cost associated with the purchase, construction and improvements made with respect to the Multipurpose Health Center. These costs are being paid through a Community Development Block Grant.

### **LCDBG Contract II**

To account for cost associated with the purchase, construction and improvements made with respect to the Cow Island Water Extension. These costs are being paid through a Community Development Block Grant.

### **LCDBG Contract III**

To account for cost associated with the purchase, construction and improvements made with respect to the Fire Stations at Pecan Island and Forked Island. These costs are being paid through a Community Development Block Grant.

### **LCDBG Contract IV**

To account for cost associated with the purchase, construction and improvements made with respect to phase 2 of the Cow Island Water Extension. These costs are being paid through a Community Development Block Grant.

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana  
Nonmajor Capital Project Funds

Combining Balance Sheet  
December 31, 2007

	LCDBG Contract I	LCDBG Contract II	LCDBG Contract III	LCDBG Contract IV	Total
<b>ASSETS</b>					
Cash	\$ 1	\$ 1	\$ 1	\$ 52,284	\$ 52,287
Due from other governmental units	<u>114,348</u>	<u>3,944</u>	<u>74,725</u>	<u>-</u>	<u>193,017</u>
Total assets	<u>\$ 114,349</u>	<u>\$ 3,945</u>	<u>\$ 74,726</u>	<u>\$ 52,284</u>	<u>\$ 245,304</u>
<b>LIABILITIES</b>					
<b>Liabilities:</b>					
Accounts payable	\$ -	\$ 3,944	\$ 5,143	\$ 52,283	\$ 61,370
Contracts payable	103,801	-	55,342	-	159,143
Retainage payable	10,547	-	14,240	-	24,787
Due to other funds	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>	<u>4</u>
Total liabilities	114,349	3,945	74,726	52,284	245,304
<b>Fund balances:</b>					
Unreserved, designated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 114,349</u>	<u>\$ 3,945</u>	<u>\$ 74,726</u>	<u>\$ 52,284</u>	<u>\$ 245,304</u>



VERMILION PARISH POLICE JURY  
Abbeville, Louisiana  
Nonmajor Capital Project Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Years Ended December 31, 2007

	LCDBG Contract I	LCDBG Contract II	LCDBG Contract III	LCDBG Contract IV	Total
Revenues:					
Intergovernmental -					
Federal grant	\$ 210,942	\$524,957	\$195,685	\$ 419,097	\$ 1,350,681
Total revenues	<u>210,942</u>	<u>524,957</u>	<u>195,685</u>	<u>419,097</u>	<u>1,350,681</u>
Expenditures:					
Capital outlay	210,942	524,957	195,685	419,097	1,350,681
Total expenditures	<u>210,942</u>	<u>524,957</u>	<u>195,685</u>	<u>419,097</u>	<u>1,350,681</u>
Excess of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**INTERNAL CONTROL,  
COMPLIANCE,  
AND  
OTHER MATTERS**

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## REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Members of the Police Jury  
Vermilion Parish  
Abbeville, Louisiana

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Vermilion Parish Police Jury (the Police Jury), as of and for the year ended December 31, 2007, which collectively comprise the Vermilion Parish Police Jury's, basic financial statements and have issued our report thereon dated April 23, 2008. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States.

### Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Police Jury's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Vermilion Parish Police Jury's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Police Jury's internal control over financial reporting.

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees in the normal course of performing their assigned functions to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency or combination of control deficiencies, that adversely affects the Police Jury's ability to initiate, authorize, process, and report financial data reliably in

accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Police Jury's financial statements that is more than inconsequential will not be prevented or detected by the Police Jury's internal control. We consider the deficiencies described in the accompanying summary schedule of current and prior year audit findings and management's corrective action plan as items 07-1(IC) and 07-2(IC) to be significant deficiencies in internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe that the significant deficiency described above as item 07-2(IC) is a material weakness.

#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Police Jury's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under Government Auditing Standards which are described in the accompanying summary schedule of current and prior year audit findings and management's corrective action plan as items 07-3(C) through 07-5(C).

We noted a certain matter that we reported to management of the Vermilion Parish Police Jury in a separate letter dated April 23, 2008.

The Vermilion Parish Police Jury's response to the findings identified in our audit are described in the accompanying summary schedule of current and prior year audit findings and management's corrective action plan. We did not audit the Police Jury's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the Police Jury's management, members of the Police Jury, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

***Kolder, Champagne, Slaven & Company, LLC***  
Certified Public Accountants

Abbeville, Louisiana  
April 23, 2008

# KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

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## REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Members of the Police Jury  
Vermilion Parish  
Abbeville, Louisiana

### Compliance

We have audited the compliance of the Vermilion Parish Police Jury (the Police Jury), with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to its major federal programs for the year ended December 31, 2007. The Police Jury's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to its major federal programs is the responsibility of the Police Jury's management. Our responsibility is to express an opinion on the Police Jury's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on the major federal programs occurred. An audit includes examining, on a test basis, evidence about the Police Jury's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Police Jury's compliance with those requirements.

In our opinion, the Police Jury complied, in all material respects, with the requirements referred to above that are applicable to its major federal programs for the year ended December 31, 2007.

### Internal Control Over Compliance

The management of the Police Jury is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the Police Jury's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of the Police Jury's internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Police Jury's internal control over compliance.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily disclose all deficiencies in the internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the members of the Police Jury, the Police Jury's management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

***Kolder, Champagne, Slaven & Company, LLC***  
Certified Public Accountants

Abbeville, Louisiana  
April 23, 2008

VERMILION PARISH POLICE JURY

Schedule of Expenditures of Federal Awards  
Year Ended December 31, 2007

Federal Grantor/Pass-Through Grantor/Program Name	CFDA Number	Pass - Through Identifying No.	Expenditures
United States Department of Community Planning and Development, Department of Housing and Urban Development - Passed through State of Louisiana Division of Administration, Office of Finance and Support Services			
Community Development Block Grants/State's Program *	14.228	645030	\$ 419,097
Community Development Block Grants/State's Program *	14.228	634858	524,957
Community Development Block Grants/State's Program *	14.228	635629	195,685
Community Development Block Grants/State's Program *	14.228	623895	210,942
United States Department of Transportation and Development - Passed through State of Louisiana, Office of Community Development			
Public Transportation for Non-urbanized Areas	20.509	LA-18-X024	63,154
Public Transportation for Non-urbanized Areas	20.509	LA-18-X025	65,777
United States Department of Health and Human Services - Passed through State of Louisiana Department of Health and Human Services			
Mosquito Abatement Program	93.283	651064	169,010
United States Department of Homeland Security Passed through State of Louisiana Military Department of Homeland Security and Emergency Preparedness			
Public Assistance Grant *	97.036	1607-DR-LA	386,776
Hazard Mitigation Grant	97.039	HMGP-1607-113-0001	11,250
Homeland Security Grant Program	97.067	2006-GE-TE-0069	130,597
Homeland Security Grant Program	97.067	2007-EM-E7-0087	25,898
Passed through State of Louisiana, Office of State Police Urban Areas Security Initiative	97.067	2005-GE-T5-0004	86,125
Total			<u>\$ 2,289,268</u>

\* Denotes major program.

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Notes to Schedule of Expenditures of Federal Awards  
Year Ended December 31, 2007

(1) General

The accompanying Schedule of Expenditures of Federal Awards presents the federal grant activity of the Vermilion Parish Police Jury (the Police Jury). The Police Jury reporting entity is defined in Note 1 to the basic financial statements for the year ended December 31, 2007. All federal financial assistance received directly from federal agencies is included on the schedule as well as federal financial assistance passed through other government agencies. The following programs are considered a major federal program of the Police Jury: United States Department of Housing and Urban Development Community Development Block Grants/State's Program and United States Department of Homeland Security Public Assistance Grant.

(2) Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the Police Jury's financial statements for the year ending December 31, 2007.



VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Schedule of Findings and Questioned Costs  
Year Ended December 31, 2007

Part I. Summary of Auditor's Results:

1. An adverse opinion was issued on the financial statements.
2. Significant deficiencies in internal control were disclosed by the audit of the basic financial statements. One of the significant deficiencies is considered to be a material weakness.
3. Instances of noncompliance material to the financial statements which would be required to be reported in accordance with Government Auditing Standards, were disclosed by the audit of the financial statements.
4. No significant deficiencies in internal control over the major program were disclosed by the audit of the basic financial statements.
5. An unqualified opinion was issued on compliance for the major programs.
6. The audit disclosed no findings required to be reported under Section 510(a) of Circular A-133.
7. The major programs were:  
  
United States Department of Housing and Urban Development:  
Passed through the State of Louisiana Division of Administration, Office of Finance and Support Services: Community Development Block Grants/State's Program, CFDA 14.228.  
  
United States Department of Homeland Security:  
Passed through the State of Louisiana Military Department of Homeland Security and Emergency Preparedness: Public Assistance Grant, CFDA 97.036.
8. The dollar threshold used to distinguish between Type A and Type B programs, as described in Section 520(b) of Circular A-133 was \$300,000.
9. The auditee did not qualify as a low-risk auditee under Section 530 of Circular A-133.

Part II. Findings which are required to be reported in accordance with generally accepted governmental auditing standards:

*Compliance Findings –*

See compliance findings 07-3(C) through 07-5(C) on the summary schedule of current and prior year audit findings and management's corrective action plan.

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Schedule of Findings and Questioned Costs  
Year Ended December 31, 2007

Internal Control Findings –

See internal control findings 07-1(IC) through 07-2(IC) on the summary schedule of current and prior year audit findings and management's corrective action plan.

Part III. Findings and questioned costs for Federal awards which include audit findings as defined in Section 510(a) of Circular A-133:

There are no findings that are required to be reported under the above guidance.

**VERMILION PARISH POLICE JURY**  
Abbeville, Louisiana

Summary Schedule of Current and Prior Year Audit Findings  
and Management's Corrective Action Plan  
Year Ended December 31, 2007

Ref. No.	Fiscal Year Finding Initially Occurred	Description of finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Completion Date
<b>CURRENT YEAR (12/31/07)</b>						
<u>Internal Control:</u>						
07-1(IC)	2007	The Police Jury does not have a staff person who has the qualifications and training to apply generally accepted accounting principles (GAAP) in recording the entity's financial transactions or preparing its financial statements, including the related notes.	No	The Police Jury has evaluated the cost vs. benefit of establishing internal controls over the preparation of financial statements in accordance with GAAP, and determined that it is in the best interest of the Police Jury to outsource this task to its independent auditors, and to carefully review the draft financial statements and notes prior to approving them and accepting responsibility for their contents and presentation.	Chris Theriot, Administrative Secretary/ Treasurer	N/A
07-2(IC)	2004	The accounting clerks in the solid waste department, the Communications District Office, and the Office of Emergency Preparedness perform a variety of duties that are incompatible for a proper system of checks and balances.	No	Based upon the cost-benefit of additional personnel, it may not be feasible to achieve complete segregation of accounting functions. No response is considered necessary.	Chris Theriot, Administrative Secretary/ Treasurer	N/A
<u>Compliance</u> 07-3(C)	2004	The Police Jury did not establish a Parishwide Selective Maintenance Program as required by LSA R.S. 48:755 B and C.	No	The Police Jury will establish a Parishwide Selective Maintenance Program as required by LSA R.S. 48:755 B and C.	Chris Theriot, Administrative Secretary/ Treasurer	12/31/2008
07-4(C)	2007	The Police Jury was in violation of Article VII Section 14 of the Louisiana Constitution by overpaying compensated absences to an employee.	Yes	The Police Jury has collected the excess payment back and will ensure that any future compensated absences paid to employees will be accurately calculated before it is paid.	Chris Theriot, Administrative Secretary/ Treasurer	

(continued)

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Summary Schedule of Current and Prior Year Audit Findings  
and Management's Corrective Action Plan (Continued)  
Year Ended December 31, 2007

<u>Fiscal Year</u> <u>Finding</u> <u>Initially</u> <u>Occurred</u>	<u>Ref. No.</u>	<u>Description of finding</u>	<u>Corrective</u> <u>Action</u> <u>Taken</u>	<u>Corrective Action Planned</u>	<u>Name of</u> <u>Contact</u> <u>Person</u>	<u>Anticipated</u> <u>Completion</u> <u>Date</u>
<u>CURRENT YEAR (12/31/07)</u>						
<u>Compliance</u>						
2007	07-5(C)	The Police Jury did not have a cooperative endeavor agreement for funds transferred to other entities as required by Article 7, Section 14 of the LA Constitution and Attorney General Opinion No. 07-0134.	No	The Police Jury will require cooperative endeavor agreements to be signed before any funds are transferred to other entities.	Chris Theriot, Administrative Secretary/ Treasurer	Immediately
<u>Legislative Auditors Findings -</u>						
<u>Internal Control</u>						
2004	07-6(ML)	The Police Jury does not have a complete policy and procedures manual.	No	The Police Jury will complete and implement a policy and procedures manual.	Chris Theriot, Administrative Secretary/ Treasurer	12/31/2008
<u>PRIOR YEAR (12/31/06)</u>						
<u>Internal Control</u>						
2004	06-1(IC)	The accounting clerks in the solid waste department, the Communications District Office, and the Office of Emergency Preparedness perform a variety of duties that are incompatible for a proper system of checks and balances.	No	The Police Jury will assign duties to police jury employees that will allow for segregation of duties.		
<u>Compliance</u>						
2004	06-2(C)	The Police Jury did not establish a Parishwide Capital Improvement Program and a Parishwide Selective Maintenance Program as required by LSA R.S. 48:755 B and C.	Partial	The Police Jury will establish a Parishwide Capital Improvement Program and a Parishwide Selective Maintenance Program as required by LSA R.S. 48:755 B and C.		
2004	06-3(C)	Actual expenditures exceeded budgeted expenditures by 5% in the 1976 Sales Tax Fund, the 1994 Sales Tax Fund and the Royalty Roads Fund, which is a violation	Partial	The police jury will periodically review the budget throughout the fiscal year and amend as situations warrant.		

(continued)

VERMILION PARISH POLICE JURY  
Abbeville, Louisiana

Summary Schedule of Current and Prior Year Audit Findings  
and Management's Corrective Action Plan (Continued)  
Year Ended December 31, 2007

Ref. No.	Fiscal Year Finding Initially Occurred	Description of finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Completion Date
<b>PRIOR YEAR (12/31/06)</b>						
06-4(C)	2006	The Vermilion Parish Library did not publicly bid materials and supply purchases exceeding \$20,000 in accordance with LSA RS 38:2212.	Yes			
06-5(C)	2006	The Vermilion Parish Police Jury did not get approval for a line of credit from the State Bond Commission in accordance with LSA RS 39:1410.60.	Yes			
<b>Legislative Auditors Findings - Internal Control:</b>						
06-6(ML)	2004	The Police Jury does not have a complete policy and procedures manual.	No	The Police Jury will complete and implement a policy and procedures manual.		

# KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

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## MANAGEMENT LETTER

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To the Members  
of the Vermillion Parish Police Jury

During our audit of the financial statements of the Vermillion Parish Police Jury as of and for the year ended December 31, 2007, we noted a certain area in which improvement may be desirable.

1. The Vermillion Parish Police Jury should complete and implement a policy and procedure manual.

We would like to express our appreciation to you and your office staff for the courtesies and assistance rendered to us during the performance of our audit. Should you have any questions or need assistance in implementing our recommendation, please feel free to contact us.

**Kolder, Champagne, Slaven & Company, LLC**  
Certified Public Accountants

Abbeville, Louisiana  
April 23, 2008

Member of:  
AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS

Member of:  
SOCIETY OF LOUISIANA  
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